

## **House Engrossed FY 2008 Budget**

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# **Summary of FY 2008 House Engrossed Budget (5/22)**

## **General Fund Spending**

- The FY 2008 General Fund spending in the proposed House budget would total \$10.57 billion.
- The House's FY 2008 General Fund spending would grow by \$203 million above FY 2007, an increase of 2.0%.
- The entire state budget, including both appropriated and non-appropriated funds, is projected to be \$27 billion.

## **General Fund Revenues/Taxes**

- General Fund revenues are projected to grow by 6.0% in FY 2008, prior to any tax law changes.
- The proposed House budget includes \$45 million one-time from the sale of unclaimed securities.
- The proposed House budget includes previously enacted tax law reductions of \$216 million above FY 2007, primarily from an additional 5% individual income tax reduction.
- The proposed House budget includes the following new tax reductions of \$44 million in FY 2008: 2.5% corporate income tax reduction of \$28.5 million, a deduction for 529 plan deposits of \$10.0 million, and an insurance premium credit of \$5.5 million. The tax changes would also extend the public and private school tax credit contribution date to April 15 plus allow for withholding.
- In FY 2009 the budget includes the following new tax reductions: research and development tax credits of \$5.0 million, charitable contribution credits of \$3.6 million, business property tax reductions of \$7.0 million, individual income tax retiree reductions of \$2.8 million, energy production tax credits of \$1.0 million, and an NBA All-Star Game sales tax exemption.

## **General Fund Balances**

- The FY 2008 cash balance would be \$1.5 million in the proposed House budget.
- After adjustments for one-time spending, FY 2008 ongoing revenues fall short of ongoing revenues by \$(410) million, compared to \$(409) million in the JLBC Baseline.

## **Budget Stabilization Fund**

- In FY 2007, the fund will have a balance of \$685 million. In FY 2008, the 7% cap increases to \$702 million. The cap will be reached in that year with additional interest earnings.

## **Education**

### **Department of Education**

- Direct state assistance to the operations and maintenance of K-12 schools would grow by \$340 million, or 8.4%, including:
  - ⇒ An increase of 30,900 students, or 3.0%, for a total of 1,062,000.
  - ⇒ An across-the-board 2.0% inflation adjustment in state assistance.
  - ⇒ \$80 million in previously enacted additional kindergarten funding as part of a two year phase-in.
  - ⇒ \$23 million for an additional base level increase.
  - ⇒ \$25 million for additional teacher salary increases based on performance, offset by a \$(2) million Career Ladder reduction.
  - ⇒ \$10 million for additional charter school funding.
  - ⇒ \$27 million for additional Joint Technological Education District (JTED) funding.
  - ⇒ Maintains \$2 million funding for Teach America.
  - ⇒ \$4 million for technology grants and \$1 million for a reading pilot program.
  - ⇒ Shift \$14.3 million from the ELL weight to the Structured English Immersion Fund.
  - ⇒ \$(6) million to reflect one-time FY 2007 funding.

### **School Facilities Board**

- The proposed House budget would provide \$370 million in cash for new schools in FY 2008, a \$120 million increase above the FY 2007 amount. This amount would fund 15 new school projects for 13,600 students, along with the continuation of 43 projects approved in prior years.
- School facility building renewal would continue to be funded at \$86 million.
- Adds \$4 million for energy and water savings pilot program.

### **Universities**

- The Universities' General Fund spending would increase by \$101 million, or 10.5% (excluding the state employee pay raise). This amount includes:
  - ⇒ \$20 million to fund university enrollment growth, including a reduction for students who have over 150 credit hours.

- ⇒ \$34.6 million to make the first lease-purchase payment for research infrastructure projects that were initially authorized in 2003. These payments will continue through FY 2031.
- ⇒ \$8 million for biomedicine initiatives. The funding would accelerate expansion of the Phoenix medical school to 48 students (\$6 million) and expand the biomedical informatics program (\$2 million).
- ⇒ \$36.3 million to be spent at the universities' discretion.
- ⇒ \$3 million for additional public university financial aid (\$3 million for private school financial aid is also included in the Commission for Postsecondary Education) and \$0.5 million to add funding for 20 new WICHE students.
- The Universities' \$1.1 billion General Fund spending level would fund 110,300 full-time equivalent students in FY 2008.

### **Health and Welfare**

#### **AHCCCS**

- AHCCCS' General Fund spending would increase by \$41 million, or 3.5%, to a level of \$1.2 billion. Of this amount, \$80 million is for caseload and inflation increases in Title 19 indigent health care services.
- Caseloads are projected to increase 1.9%. Total caseload is estimated to be 1.05 million by June 2008. Healthcare provider payments would increase by 6% for inflation and utilization.
- The KidsCare Parents program is continued until July 1, 2008 at a General Fund cost of \$9.2 million.
- The proposed House budget also adds:
  - ⇒ \$2 million to expand medical residency programs.
  - ⇒ \$1 million to provide routine dental care to elderly and physically disabled clients in the long term care system.
  - ⇒ \$8 million subsidy for Healthcare Group.
  - ⇒ \$(5.6) million savings for a change in the methodology for reimbursing hospitals for "outlier" costs.
  - ⇒ \$(39.6) million savings as a technical adjustment in the state's Disproportionate Share Hospital Program. General Fund revenue will decline by a corresponding amount.

#### **Biomedical Research Commission**

- Adds \$3 million General Fund for a non-embryonic stem cell repository.

#### **Department of Health Services**

- DHS' General Fund spending would increase by \$20 million, or 3.6%. This amount includes:
  - ⇒ \$34.6 million for Title 19 increases in Behavioral Health and Children's Rehabilitative Services programs. Caseloads are projected to increase by 1.6% while provider rates would grow by 12.8% for inflation and utilization.
  - ⇒ \$1.5 million for Community Health Centers, \$250,000 for crisis intervention training grants, and \$250,000 for breast and cervical cancer screening. The budget maintains \$500,000 for youth anti-meth programs.
  - ⇒ Eliminating \$(16.2) million in one-time funding.

#### **Department of Economic Security**

- DES funding would increase by \$51 million, or 7.1%. This amount includes:
  - ⇒ \$29 million for 987, or 5.4%, new clients in the Title 19 Developmental Disabilities Long Term Care program. Total caseload would equal 19,500.
  - ⇒ \$8 million for caseload growth in Permanent Guardianship and Adoption Services.
  - ⇒ \$5 million for CPS placements and services. The amount consists of \$2 million for foster care placements, \$(7) million for decreased residential placements, and \$10 million for in-home and out-of-home services.
  - ⇒ \$17 million to backfill lost Federal Funds in the Child Protective Services and Child Support Enforcement programs.
  - ⇒ \$(12) million due to TANF and General Assistance caseload declines. The TANF Program is projected to serve 84,300 individuals while General Assistance caseloads would be 2,440.
  - ⇒ \$2 million and 1 FTE to expand senior services and increase food distribution capacity.
  - ⇒ \$3 million to fund approximately 257 additional beds for domestic violence victims.
  - ⇒ Retains \$1 million for Kinship Care program.

### **Criminal Justice**

#### **Department of Corrections**

- ADC funding would increase by \$57 million General Fund, or 6.9%. This amount includes:
  - ⇒ \$32.5 million to fund 2,060 new rented provisional beds and to fund higher per diem rates.
  - ⇒ \$13.8 million for health care inflation.
  - ⇒ \$9.4 million to annualize funding for 1,000 previously authorized private beds.
  - ⇒ \$3.3 million for inmate population growth and \$3 million for Correctional Officer supervisor pay increases.
  - ⇒ \$4 million to provide per diem increases to private prison contractors.

- ⇒ \$(9.6) million for one-time reductions.
- Funds 160 net new inmates per month and a FY 2008 year-end inmate population of 38,801.
- The proposed House Budget authorizes 3,000 new private beds to begin opening in FY 2009 and requires a plan for 3,000 public beds after private beds open. Advance appropriates \$22.3 million in FY 2009 as partial year funding for the private beds.

#### **Department of Public Safety**

- DPS General Fund spending would increase by a net of \$7.2 million, or 4.3%, including:
  - ⇒ \$2.5 million for sworn officer salary adjustments and officer pay plan promotions.
  - ⇒ \$1.6 million to add staff for sex offender compliance, criminal justice services, background investigations, motorist assist and detention officers, and copper wire theft investigators.
  - ⇒ \$8 million for immigration enforcement and border security grants.
  - ⇒ \$(4.8) million for one-time reductions.

#### **Illegal Immigration**

- Adds \$7 million to address illegal immigration issues in separate legislation.

#### **Natural Resources**

#### **Department of Water Resources**

- DWR funding would increase by \$1.2 million, or 5.7%, including:
  - ⇒ \$1.0 million for adjudication support.
  - ⇒ \$1.0 million for water supply development projects.
  - ⇒ \$(0.6) million for the Assured and Adequate Water Supply program.

#### **General Government**

#### **Commerce**

- \$25 million in FY 2008 to promote bioscience programs and research. (This funding is separate from the Commerce operating budget).

#### **Capital Outlay**

- Funds \$54 million in General Fund capital projects including:
  - ⇒ \$5.2 million for lock and door replacement at the Department of Corrections.
  - ⇒ \$4.4 million to renovate the old state health laboratory.
  - ⇒ \$6.8 million for prison water and wastewater projects.
  - ⇒ \$16.1 million in FY 2008 and FY 2009 for a new forensic unit at the Arizona State Hospital.
  - ⇒ \$1 million for Capitol Mall centennial renovations.
  - ⇒ \$10.5 million for university capital projects.
  - ⇒ Previously enacted \$8 million to complete construction of a new state Archives and History building.
- Authorizes increase in highway bonding from 20 to 30 years, which would generate approximately \$500 million in new Highway Fund proceeds over the next several years.

#### **State Employee Issues**

- The proposed House budget would fund \$105 million from the General Fund for state employee issues including:
  - ⇒ \$68.8 million for a 3.0% state employee pay increase, as of July 1, 2007.
  - ⇒ \$20.2 million for an 8.4% increase in the cost of state employee health insurance. The employee share of premiums would not change.
  - ⇒ \$16 million from the General Fund for increases in the state employer share of employee retirement costs. Arizona State Retirement System (ASRS) employer and employee rates will each increase by 0.5%.

# Statement of General Fund Revenues and Expenditures With One-time Financing Sources

	FY 2007 House Engrossed <sup>2/</sup>	FY 2008 House Engrossed
<b>REVENUES</b>		
Ongoing Revenues	\$10,400,915,300	\$11,026,530,600
Enacted Tax Law Changes	0	(215,910,000)
Tax Law Changes	0	(44,000,000)
Other Revenue Changes	0	240,100
Disproportionate Share Method Change	0	(39,557,000)
Urban Revenue Sharing	(551,315,800)	(684,538,900)
Revised On-going Revenues	9,849,599,500	10,042,764,800
One-time Revenues		
Balance Forward	1,046,460,100	534,908,000
Corporate Consolidated Returns	(4,000,000)	(55,500,000)
Revised June Estimated TPT Threshold	(55,200,000)	0
Other Bills - Revenue	450,000	45,000,000
Fund Transfers	60,080,500	0
Subtotal One-time Revenues	1,047,790,600	524,408,000
<b>Total Revenues</b>	\$10,897,390,100	\$10,567,172,800
<b>EXPENDITURES</b>		
Operating Budget Appropriations	9,616,414,200	10,513,201,500
FY 2007 Supplementals	25,850,000	0
Maximizing Federal Fund Savings	(5,000,000)	0
Administrative Adjustments	77,384,300	65,163,000
Revertments	(112,750,800)	(125,283,100)
Subtotal Ongoing Expenditures	9,601,897,700	10,453,081,400
One-time Expenditures		
Capital Outlay	325,354,200	53,514,000
Litigation Payments	109,800,100	0
Pay off K-12 Rollover	191,000,000	0
Budget Stabilization Fund Deposits	9,808,600	0
Other General Fund Transfers	56,350,000	25,000,000
Other Major One-time Expenditures	68,271,500	34,115,400
Subtotal One-time Expenditures	760,584,400	112,629,400
<b>Total Expenditures</b>	\$10,362,482,100	\$10,565,710,800
<b>Ending Balance</b> <sup>3/</sup>	\$534,908,000	\$1,462,000
Ongoing Revenues and Expenditures <sup>4/</sup>	\$247,701,800	(\$410,316,600)

<sup>1/</sup> Significant one-time revenues and expenditures are separately detailed so as to permit the calculation of ongoing revenue and expenditures.

<sup>2/</sup> Reflects the current status of FY 2007, including updated revenues.

<sup>3/</sup> This calculation reflects the difference between total revenues and total expenditures.

<sup>4/</sup> This calculation reflects the difference between ongoing revenues and expenditures.

## Summary of Major One-time Operating Budget Items

<u>One-time Expenditures</u>	<u>FY 2008 House Engrossed</u>	
AHCCCS	\$9,965,400	KidsCare Parents
AHCCCS	8,000,000	Healthcare Group
Community Colleges, Arizona	500,000	NCCD Public Safety Training Facility
Corrections, State Department of	900,000	Carpool vans
Water Resources, Department of	1,000,000	Water Supply Development Projects
<b>Subtotal FY 2008 One-time Expenditures</b>	<b>\$34,115,400</b>	*
 <u>Other General Fund Transfers</u>		
21st Century Fund	\$25,000,000	
 <u>FY 2008 Capital Budget</u>		
DOC Lock/Door Replacement	\$5,200,000	
Library Archives and Public Records	8,000,000	
University Capital	10,500,000	
DPS Microwave Tower	1,500,000	
Renovate Old Health Lab for AG Lab	4,414,000	
ASH Forensic Unit	16,100,000	
Prison Water Plants	6,800,000	
Capitol Mall	1,000,000	
<b>Subtotal Capital Budget</b>	<b>\$53,514,000</b>	

\* Represents only major items of \$500,000 or above. Agency budgets may also include other smaller one-time expenditures, especially for equipment.

## FY 2008 GENERAL FUND SUMMARY BY AGENCY

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
<b>BUDGET UNITS</b>			
Administration, AZ Department of	\$27,559,700	\$29,924,500	\$2,364,800
Administrative Hearings, Office of	1,214,600	1,213,900	(700)
Agriculture, AZ Department of	11,369,600	11,895,500	525,900
AHCCCS	1,199,768,000	1,241,243,500	41,475,500
Arts, Arizona Commission on the	1,888,100	1,888,100	0
Attorney General - Department of Law	22,495,500	21,598,600	(896,900)
Biomedical Research Commission	0	3,000,000	3,000,000
Capital Postconviction Public Defender Ofc, State	220,000	721,700	501,700
Charter Schools, State Board for	785,100	1,091,900	306,800
Commerce, Department of	12,050,200	11,798,000	(252,200)
Community Colleges, Arizona	165,536,600	167,050,800	1,514,200
Corporation Commission	5,543,200	5,592,500	49,300
Corrections, State Department of	817,157,700	873,910,000	56,752,300
Criminal Justice Commission, Arizona	4,302,000	1,302,000	(3,000,000)
Deaf and the Blind, Schools for the	21,260,900	20,623,800	(637,100)
Economic Security, Department of	718,950,200	770,084,300	51,134,100
Education, Department of	4,028,165,600	4,368,368,200	340,202,600
Emergency & Military Affairs, Dept of	14,394,100	13,305,300	(1,088,800)
Environmental Quality, Department of	32,295,700	31,525,700	(770,000)
Equal Opportunity, Governor's Office of	245,700	245,200	(500)
Equalization, State Board of	653,500	653,500	0
Executive Clemency, Board of	1,067,900	1,087,400	19,500
Financial Institutions, State Department of	3,733,900	3,832,100	98,200
Fire, Building and Life Safety, Department of	3,625,500	3,789,500	164,000
Game and Fish Department, AZ	3,500,000	0	(3,500,000)
Geological Survey, Arizona	1,106,100	1,073,900	(32,200)
Government Information Tech. Agency	1,500,000	1,500,000	0
Governor, Office of the	6,634,800	7,134,800	500,000
Gov's Ofc of Strategic Planning & Budgeting	2,211,100	2,209,900	(1,200)
Health Services, Department of	549,247,600	568,828,400	19,580,800
Historical Society, Arizona	4,337,000	4,398,800	61,800
Historical Society, Prescott	750,400	734,000	(16,400)
Homeland Security, Department of	0	0	0
Independent Redistricting Commission	0		0
Indian Affairs, AZ Commission of	224,400	223,300	(1,100)
Insurance, Department of	7,172,800	7,365,800	193,000
Judiciary			
Supreme Court	18,916,800	18,023,400	(893,400)
Court of Appeals	13,556,500	13,729,400	172,900
Superior Court	92,552,300	94,019,900	1,467,600
SUBTOTAL - Judiciary	125,025,600	125,772,700	747,100
Juvenile Corrections, Department of	79,848,300	77,945,300	(1,903,000)
Land Department, State	26,435,400	25,173,500	(1,261,900)
Law Enforcement Merit System Council	76,400	74,200	(2,200)
Legislature			
Auditor General	17,891,900	17,891,900	0
House of Representatives	13,354,800	13,854,800	500,000
Joint Legislative Budget Committee	2,949,000	2,948,600	(400)
Legislative Council	8,076,200	5,576,100	(2,500,100)
Library, Archives & Public Records, AZ State	7,540,600	7,536,300	(4,300)
Senate	8,693,000	9,193,000	500,000
SUBTOTAL - Legislature	58,505,500	57,000,700	(1,504,800)
Liquor Licenses & Control, Department of	4,813,100	3,534,100	(1,279,000)
Medical Student Loans, Board of	1,500,000	1,500,000	0
Mine Inspector, State	1,226,700	1,828,400	601,700
Mines & Mineral Resources, Department of	843,900	914,900	71,000
Navigable Stream Adjudication Commission	267,800	173,600	(94,200)
Nursing, State Board of	166,000	166,000	0
Occupational Safety & Health Review Board	0	0	0

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
Parks Board, Arizona State	27,040,300	26,775,000	(265,300)
Personnel Board	358,100	357,900	(200)
Pioneers' Home, AZ	1,280,900	1,236,000	(44,900)
Postsecondary Education, Commission for	6,620,800	10,020,800	3,400,000
Public Safety, Department of	166,196,600	173,358,300	7,161,700
Racing, Arizona Department of	2,750,700	2,747,900	(2,800)
Radiation Regulatory Agency	2,051,100	1,593,900	(457,200)
Rangers' Pensions, Arizona	13,000	13,400	400
Real Estate Department, State	3,986,700	4,064,500	77,800
Revenue, Department of	71,856,100	72,517,500	661,400
School Facilities Board	413,764,200	533,986,100	120,221,900
Secretary of State	7,074,000	7,021,600	(52,400)
Tax Appeals, State Board of	307,500	305,200	(2,300)
Tourism, Office of	14,763,600	15,649,400	885,800
Transportation, Department of	82,900	82,900	0
Treasurer, State	5,769,300	6,362,600	593,300
Uniform State Laws, Commission on	52,300	0	(52,300)
Universities			
Arizona State University - Main Campus	354,043,300	394,329,100	40,285,800
Arizona State University - East Campus	19,980,900	24,695,500	4,714,600
Arizona State University - West Campus	49,095,800	51,919,500	2,823,700
Arizona State University - Other	0	0	0
Northern Arizona University	135,949,400	154,307,700	18,358,300
Board of Regents	14,837,600	18,385,900	3,548,300
University of Arizona - Main Campus	320,798,100	345,583,100	24,785,000
University of Arizona - Health Sciences Center	69,098,500	75,758,400	6,659,900
University of Arizona - Other	0	0	0
SUBTOTAL - Universities	963,803,600	1,064,979,200	101,175,600
Veterans' Services, Department of	4,149,700	8,907,500	4,757,800
Water Resources, Department of	20,877,800	22,076,500	1,198,700
Weights and Measures, Department of	1,649,800	1,651,600	1,800
Unallocated '07 Appropriations	560,500	0	(560,500)
State Employee Pay - FY 08	0	68,755,000	68,755,000
State Employer Health Insurance - FY 08	0	20,245,000	20,245,000
State Employer Retirement - FY 08	0	16,000,000	16,000,000
AZNet - FY 08	0	5,509,800	5,509,800
ADOA Rental Rates	0	2,801,000	2,801,000
Illegal Immigration	0	7,000,000	7,000,000
<b>OPERATING BUDGET TOTAL</b>	<b>9,684,685,700</b>	<b>10,547,316,900</b>	<b>862,631,200</b>
FY 2007 Supplementals	25,850,000	0	(25,850,000)
K-12 Rollover Repayment	191,000,000	0	(191,000,000)
Litigation - Ladewig	94,800,100	0	(94,800,100)
Litigation - Kerr	15,000,000	0	(15,000,000)
Budget Stabilization Deposits	9,808,600	0	(9,808,600)
GF Transfer - Arizona 21st Century Fund	35,000,000	25,000,000	(10,000,000)
GF Transfer - Comm. for the Deaf Fund	850,000	0	(850,000)
GF Transfer - Water Banking - Indian Farming	13,500,000	0	(13,500,000)
GF Transfer - Arts Endowment Fund	7,000,000	0	(7,000,000)
Capital - Non-Highway	80,354,200	53,514,000	(26,840,200)
Capital - Highways	245,000,000	0	(245,000,000)
Maximize Federal Funds	(5,000,000)	0	5,000,000
Administrative Adjustments	77,384,300	65,163,000	(12,221,300)
Reversions	(112,750,800)	(125,283,100)	(12,532,300)
<b>GRAND TOTAL</b>	<b>\$10,362,482,100</b>	<b>\$10,565,710,800</b>	<b>\$203,228,700</b>

1/ Does not include proposed supplementals in individual agencies.



## FY 2008 OTHER APPROPRIATED FUNDS SUMMARY BY AGENCY

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
<b><u>BUDGET UNITS</u></b>			
Accountancy, State Board of			
Board of Accountancy Fund	\$2,287,400	\$2,289,500	\$2,100
Acupuncture Board of Examiners			
Acupuncture Board of Examiners Fund	106,900	125,500	18,600
Administration, AZ Department of			
Air Quality Fund	575,100	575,100	0
Automation Operations Fund	24,289,400	24,028,200	(261,200)
Capital Outlay Stabilization Fund	11,302,500	11,297,500	(5,000)
Corrections Fund	717,000	717,100	100
Highway User Revenue Fund	0	150,000	150,000
Motor Vehicle Pool Revolving Fund	11,737,500	11,736,600	(900)
Personnel Division Fund	17,057,800	17,255,800	198,000
Risk Management Revolving Fund	88,627,900	91,438,800	2,810,900
Special Employee Health Insurance			
Trust Fund	5,101,200	5,130,000	28,800
State Surplus Materials Revolving Fund and			
Federal Surplus Materials Revolving Fund	4,652,900	4,651,700	(1,200)
Telecommunications Fund	3,047,700	3,048,100	400
Telecommunications Fund - Infrastructure			
Improvements Account	0	4,713,700	4,713,700
Watercraft Licensing Fund	796,000	0	(796,000)
Total - AZ Department of Administration	167,905,000	174,742,600	6,837,600
Administrative Hearings, Office of			
Healthcare Group Fund	14,500	14,500	0
Agriculture, AZ Department of			
Aquaculture Fund	9,200	9,200	0
Egg Inspection Fund	721,300	869,800	148,500
Citrus, Fruit and Vegetable Revolving Fund	1,042,800	1,044,900	2,100
Commercial Feed Fund	291,300	293,200	1,900
Fertilizer Materials Fund	290,800	298,500	7,700
Livestock Custody Fund	79,400	79,400	0
Pesticide Fund	274,800	376,900	102,100
Agricultural Consulting and Training Fund	71,700	103,400	31,700
Dangerous Plants, Pests and Diseases Fund	21,400	40,000	18,600
Arizona Protected Native Plant Fund	186,100	186,500	400
Seed Law Fund	53,100	53,200	100
Total - AZ Department of Agriculture	3,041,900	3,355,000	313,100
AHCCCS			
Budget Neutrality Compliance Fund	2,531,900	2,683,100	151,200
Children's Health Insurance Program Fund	123,185,900	134,884,000	11,698,100
Healthcare Group Fund	3,811,800	8,360,000	4,548,200
Physician Recruitment Fund	0	0	0
Temporary Medical Coverage Fund	1,151,800	1,976,400	824,600
Tobacco Products Tax Fund			
Emergency Health Services Account	29,371,200	29,371,200	0
Tobacco Tax and Health Care Fund			
Medically Needy Account	83,162,500	83,162,500	0
Total - AHCCCS	243,215,100	260,437,200	17,222,100
Appraisal, State Board of			
Board of Appraisal Fund	586,200	593,700	7,500
Attorney General - Department of Law			
Antitrust Enforcement Revolving Fund	232,400	232,200	(200)
Attorney Gen'l Legal Svcs Cost Allocation Fund	6,497,500	6,193,600	(303,900)
Collection Enforcement Revolving Fund	4,585,200	4,577,700	(7,500)
Consumer Fraud Revolving Fund	2,135,000	2,128,300	(6,700)
Interagency Service Agreements Fund	12,027,300	12,337,200	309,900
Risk Management Revolving Fund	9,214,200	9,226,800	12,600
Victims' Rights Fund	3,266,400	3,266,000	(400)
Total - Attorney General - Department of Law	37,958,000	37,961,800	3,800

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
Automobile Theft Authority			
Auto Theft Authority Fund	5,251,600	5,405,400	153,800
Barbers, Board of			
Board of Barbers Fund	300,500	334,700	34,200
Behavioral Health Examiners, Board of			
Board of Behavioral Health Examiners Fund	1,366,200	1,339,300	(26,900)
Chiropractic Examiners, State Board of			
Board of Chiropractic Examiners Fund	509,200	504,400	(4,800)
Commerce, Department of			
Bond Fund	139,200	139,500	300
CEDC Fund	3,028,600	3,026,700	(1,900)
Oil Overcharge Fund	175,600	176,000	400
State Lottery Fund	274,600	275,200	600
Total - Department of Commerce	3,618,000	3,617,400	(600)
Contractors, Registrar of			
Registrar of Contractors Fund	10,625,600	15,171,300	4,545,700
Corporation Commission			
Arizona Arts Trust Fund	48,600	48,300	(300)
Investment Management Regulatory and Enforcement Fund	893,900	889,700	(4,200)
Pipeline Safety Revolving Fund	0	55,400	55,400
Public Access Fund	3,817,300	4,261,200	443,900
Securities Regulatory and Enforcement Fund	3,714,900	3,822,300	107,400
Utility Regulation Revolving Fund	13,100,600	13,505,800	405,200
Total - Corporation Commission	21,575,300	22,582,700	1,007,400
Corrections, State Department of			
Alcohol Abuse Treatment Fund	599,300	599,300	0
Corrections Fund	29,040,400	29,040,800	400
Penitentiary Land Fund	869,200	1,445,800	576,600
Prison Construction and Operations Fund	10,250,000	13,450,000	3,200,000
State Charitable, Penal and Reformatory Institutions Land Fund	570,000	570,000	0
State Education Fund for Correctional Education	1,609,900	1,102,500	(507,400)
Transition Office Fund	180,000	180,000	0
Transition Program Drug Treatment Fund	600,000	600,000	0
Total - State Department of Corrections	43,718,800	46,988,400	3,269,600
Cosmetology, Board of			
Board of Cosmetology Fund	1,673,600	1,797,100	123,500
Criminal Justice Commission, Arizona			
Criminal Justice Enhancement Fund	606,700	1,049,800	443,100
Victim Compensation and Assistance Fund	3,400,000	3,800,000	400,000
State Aid to County Attorneys Fund	877,500	1,052,500	175,000
State Aid to Indigent Defense Fund	833,200	999,200	166,000
Total - Arizona Criminal Justice Commission	5,717,400	6,901,500	1,184,100
Deaf and the Blind, AZ Schools for the			
Schools for the Deaf and the Blind Fund	13,816,900	14,317,600	500,700
Telecommunications Excise Tax Fund	0	0	0
Total - AZ Schools for the Deaf and the Blind	13,816,900	14,317,600	500,700
Deaf and the Hard of Hearing, Comm. for the			
Telecommunication Fund for the Deaf	5,391,300	5,387,300	(4,000)
Dental Examiners, State Board of			
Dental Board Fund	1,026,500	1,106,800	80,300
Drug & Gang Prevention Resource Center			
Drug and Gang Prevention Resource Center Fund	295,900	295,800	(100)
Intergovernmental Agreements and Grants	320,700	320,600	(100)
Total - Drug & Gang Prevention Resource Center	616,600	616,400	(200)
Economic Security, Department of			
Child Abuse Prevention Fund	1,574,900	1,574,700	(200)
Child Support Enforcement Administration Fund	14,287,200	14,690,900	403,700
Children and Family Services Training Program Fund	209,600	209,600	0
Domestic Violence Shelter Fund	1,700,000	1,700,000	0
Federal Child Care and Development Fund Block Grant	117,114,900	117,080,400	(34,500)

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
Federal Reed Act Grant	0	0	0
Federal Temporary Assistance for Needy Families Block Grant	232,894,600	232,831,300	(63,300)
Homeless Trust Fund	850,000	0	(850,000)
Long Term Care System Fund	21,897,200	24,996,800	3,099,600
Public Assistance Collections Fund	502,600	501,200	(1,400)
Risk Management Fund	271,500	271,500	0
Special Administration Fund	2,193,600	2,192,300	(1,300)
Spinal and Head Injuries Trust Fund	2,551,400	2,549,600	(1,800)
Statewide Cost Allocation Plan Fund	1,000,000	1,000,000	0
Tobacco Tax and Health Care Fund Medically Needy Account	200,000	0	(200,000)
Tobacco Tax and Health Care Fund Health Research Account	0	200,000	200,000
Utility Assistance Fund	500,000	500,000	0
Workforce Investment Act Grant	55,871,400	55,864,800	(6,600)
Total - Department of Economic Security	453,618,900	456,163,100	2,544,200
Education, Department of			
Permanent State School Fund	45,220,700	45,220,700	0
Proposition 301 Fund	7,000,000	7,000,000	0
School Improvement Revenue Bond Debt Service Fund	1,865,400	0	(1,865,400)
English Learners Compensatory Instruction Fund	0	0	0
E-Learning Pilot Program Fund	0	0	0
Teacher Certification Fund	2,134,700	2,330,500	195,800
Total - Department of Education	56,220,800	54,551,200	(1,669,600)
Emergency & Military Affairs, Dept of Emergency Response Fund	132,700	132,700	0
Environmental Quality, Department of			
Air Permits Administration Fund	5,816,200	5,890,300	74,100
Air Quality Fund	4,938,900	5,155,500	216,600
Emissions Inspection Fund	35,919,300	37,419,700	1,500,400
Hazardous Waste Management Fund	780,000	780,000	0
Indirect Cost Recovery Fund	10,485,700	10,531,100	45,400
Recycling Fund	2,169,500	2,319,800	150,300
Solid Waste Fee Fund	1,482,900	1,483,100	200
Underground Storage Tank Fund	22,000	22,000	0
Used Oil Fund	137,300	137,300	0
Water Quality Fee Fund	4,200,400	5,859,100	1,658,700
Total - Department of Environmental Quality	65,952,200	69,597,900	3,645,700
Exposition and State Fair Board, AZ Arizona Exposition and State Fair Fund	16,100,300	16,066,100	(34,200)
Funeral Directors and Embalmers, Board of Board of Funeral Directors & Embalmers Fund	333,100	340,600	7,500
Game and Fish Department, AZ			
Game and Fish Fund	27,409,800	30,395,300	2,985,500
Waterfowl Conservation Fund	43,400	43,400	0
Wildlife Endowment Fund	16,000	16,000	0
Watercraft Licensing Fund	3,176,300	6,124,300	2,948,000
Game, Nongame, Fish and Endangered Species Fund	328,200	323,200	(5,000)
Total - AZ Game and Fish Department	30,973,700	36,902,200	5,928,500
Gaming, Department of			
Tribal State Compact Fund	2,054,600	2,186,900	132,300
State Lottery Fund	300,000	300,000	0
Arizona Benefits Fund	9,512,800	12,769,400	3,256,600
Total - Department of Gaming	11,867,400	15,256,300	3,388,900
Government Information Tech. Agency Information Technology Fund	2,754,400	2,755,800	1,400
Health Services, Department of			
Arizona State Hospital Fund	7,964,600	7,972,900	8,300
ASH Land Earnings Fund	350,000	350,000	0
Capital Outlay Stabilization Fund	1,576,100	1,578,100	2,000
Child Fatality Review Fund	100,000	100,000	0
Emergency Medical Services Operating Fund	5,231,200	5,248,300	17,100
Environmental Laboratory Licensure Revolving Fund	946,100	949,000	2,900

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
Federal Child Care and Development Fund			
Block Grant	802,200	805,100	2,900
Hearing and Speech Professionals Fund	329,800	331,100	1,300
Indirect Cost Fund	7,705,300	8,763,300	1,058,000
Newborn Screening Program Fund	6,076,500	6,747,800	671,300
Nursing Care Institution Resident Protection Fund	166,500	438,000	271,500
Substance Abuse Services Fund	2,500,000	2,500,000	0
Tobacco Tax and Health Care Fund			
Health Research Account	6,500,000	3,800,000	(2,700,000)
Tobacco Tax and Health Care Fund			
Medically Needy Account	37,924,800	33,824,800	(4,100,000)
Vital Records Electronic System Fund	500,000	500,300	300
Total - Department of Health Services	78,673,100	73,908,700	(4,764,400)
Historical Society, Arizona			
Capital Outlay Stabilization Fund	193,700	193,200	(500)
Homeopathic Medical Examiners, Board of			
Bd of Homeopathic Medical Examiners Fund	87,800	93,200	5,400
Housing, Department of			
Housing Trust Fund	728,100	851,200	123,100
Housing Development Fund	0	0	0
Total - Department of Housing	728,100	851,200	123,100
Industrial Commission of AZ			
Industrial Commission Administrative Fund	18,938,900	19,307,400	368,500
Insurance, Department of			
Captive Insurance Regulatory & Supervision Fund	25,000	25,000	0
Tobacco Tax and Health Care Fund - Medically Needy Account	0	200,000	200,000
Total - Department of Insurance	25,000	225,000	200,000
Judiciary - Supreme Court			
Confidential Intermediary and Fiduciary Fund	477,500	470,600	(6,900)
Court Appointed Special Advocate Fund	3,454,200	3,443,500	(10,700)
Criminal Justice Enhancement Fund	3,065,100	3,061,600	(3,500)
Defensive Driving School Fund	5,395,700	5,395,100	(600)
Judicial Collection Enhancement Fund	12,062,800	12,049,800	(13,000)
State Aid to the Courts Fund	2,444,700	3,944,700	1,500,000
Total - Supreme Court	26,900,000	28,365,300	1,465,300
Judiciary - Superior Court			
Criminal Justice Enhancement Fund	7,028,600	7,033,000	4,400
Judicial Collection Enhancement Fund	2,723,800	2,723,800	0
Drug Treatment and Education Fund	500,000	500,000	0
Total - Superior Court	10,252,400	10,256,800	4,400
SUBTOTAL - Judiciary	37,152,400	38,622,100	1,469,700
Juvenile Corrections, Department of			
ADOA Risk Management Fund	340,000	0	(340,000)
Criminal Justice Enhancement Fund	685,300	685,200	(100)
State Charitable, Penal and Reformatory Institutions Land Fund	1,094,900	1,094,700	(200)
State Education Fund for Committed Youth	2,638,300	2,682,500	44,200
Total - Department of Juvenile Corrections	4,758,500	4,462,400	(296,100)
Land Department, State			
Due Diligence Fund	0	500,000	500,000
Environmental Special Plate Fund	220,000	220,000	0
ADOA Risk Management Fund	230,600	0	(230,600)
Total - State Land Department	450,600	720,000	269,400
Legislature			
Library, Archives & Public Records, AZ State Records Services Fund	661,800	662,500	700
Total - Legislature	661,800	662,500	700
Lottery Commission, AZ State			
State Lottery Fund	70,760,000	69,405,800	(1,354,200)
Medical Board, Arizona			
Arizona Medical Board Fund	5,697,300	5,567,700	(129,600)
Medical Student Loans, Board of			
Medical Student Loan Fund	309,800	309,800	0
Mine Inspector, State			
Aggregate Mining Reclamation Fund	0	0	0

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
Naturopathic Physician Examiners Board			
Naturopathic Physicians Board of Medical Examiners Fund	493,700	586,600	92,900
Nursing, State Board of			
Board of Nursing Fund	3,398,400	3,674,100	275,700
Nursing Care Institution Administrators Board			
Nursing Care Institution Administrators' Licensing & Assisted Living Facility Managers' Certification Fund	406,600	358,700	(47,900)
Occupational Therapy Examiners, Board of			
Occupational Therapy Fund	239,000	239,900	900
Opticians, State Board of Dispensing			
Board of Dispensing Opticians Fund	110,100	122,100	12,000
Optometry, State Board of			
Board of Optometry Fund	193,900	194,400	500
Osteopathic Examiners, AZ Board of			
Board of Osteopathic Examiners Fund	655,900	660,600	4,700
Parks Board, Arizona State			
State Parks Enhancement Fund	8,392,800	8,368,300	(24,500)
Law Enforcement and Boating Safety Fund	1,092,700	1,092,700	0
Off-Highway Vehicle Recreation Fund	0	0	0
Reservation Surcharge Fund	522,800	522,100	(700)
Total - Arizona State Parks Board	10,008,300	9,983,100	(25,200)
Pharmacy, AZ State Board of			
Board of Pharmacy Fund	1,566,200	1,855,300	289,100
Physical Therapy Examiners, Board of			
Board of Physical Therapy Fund	293,700	379,800	86,100
Pioneers' Home, AZ			
Miners' Hospital Fund	1,664,700	1,685,600	20,900
State Charitable Fund	3,422,300	3,446,600	24,300
Total - AZ Pioneers' Home	5,087,000	5,132,200	45,200
Podiatry Examiners, State Board of			
Podiatry Fund	121,900	138,700	16,800
Postsecondary Education, Commission for			
Postsecondary Education Fund	2,930,800	2,941,100	10,300
Private Postsecondary Education, Board for			
Board for Private Postsecondary Education Fund	318,400	318,400	0
Psychologist Examiners, State Board of			
Board of Psychologist Examiners Fund	381,300	374,300	(7,000)
Public Safety, Department of			
Arizona Deoxyribonucleic Acid Identification Fund	2,753,300	3,670,200	916,900
Arizona Highway Patrol Fund	21,514,100	20,425,900	(1,088,200)
Automated Fingerprint Identification Fund	3,286,200	3,285,800	(400)
Crime Laboratory Assessment Fund	5,282,400	5,721,400	439,000
Criminal Justice Enhancement Fund	3,186,700	3,188,300	1,600
Highway User Revenue Fund	10,000,000	10,000,000	0
Motor Vehicle Liability Insurance Enf. Fund	1,512,000	0	(1,512,000)
Motorcycle Safety Fund	205,000	205,000	0
Parity Compensation Fund	2,768,100	3,236,000	467,900
Risk Management Fund	296,200	296,200	0
Safety Enforcement and Transportation Infrastructure Fund	0	1,481,000	1,481,000
State Highway Fund	10,000,000	10,000,000	0
Total - Department of Public Safety	60,804,000	61,509,800	705,800
Racing, Arizona Department of			
County Fair Racing Fund	300,000	450,000	150,000
Racing Administration Fund	45,000	67,000	22,000
Total - Arizona Department of Racing	345,000	517,000	172,000
Radiation Regulatory Agency			
State Radiologic Technologist Certification Fund	281,800	281,900	100
Residential Utility Consumer Office			
Residential Utility Consumer Office Revolving Fund	1,275,400	1,273,900	(1,500)
Respiratory Care Examiners, Board of			

	FY 2007 Estimate	1/ '08 House	'08 House - FY 2007
Board of Respiratory Care Examiners' Fund	209,100	238,500	29,400
Retirement System, Arizona State			
Long-Term Disability Administration Account	2,897,700	2,800,000	(97,700)
State Retirement System Administration			
Account	18,228,300	19,433,600	1,205,300
Total - Arizona State Retirement System	21,126,000	22,233,600	1,107,600
Revenue, Department of			
Tobacco Tax and Health Care Fund	503,300	614,500	111,200
Estate and Unclaimed Property Fund	3,461,300	3,399,000	(62,300)
Liability Setoff Fund	416,800	419,600	2,800
Total - Department of Revenue	4,381,400	4,433,100	51,700
Secretary of State			
Election Systems Improvement Fund	20,000,000	15,000,000	(5,000,000)
Professional Employer Organization Fund	164,900	94,800	(70,100)
Total - Secretary of State	20,164,900	15,094,800	(5,070,100)
State Boards' Office			
Special Services Revolving Fund	180,800	260,000	79,200
Structural Pest Control Commission			
Structural Pest Control Commission Fund	2,253,500	2,770,200	516,700
Technical Registration, State Board of			
Technical Registration Fund	1,521,100	1,712,400	191,300
Transportation, Department of			
Air Quality Fund	68,600	68,600	0
Driving Under the Influence Abatement Fund	136,800	136,900	100
Highway User Revenue Fund	607,300	607,400	100
Motor Vehicle Liability Insurance			
Enforcement Fund	4,029,000	2,383,900	(1,645,100)
Safety Enforcement and Transportation			
Infrastructure Fund	558,700	2,143,500	1,584,800
State Aviation Fund	2,188,800	2,567,600	378,800
State Highway Fund	391,757,100	406,587,200	14,830,100
Transportation Department Equipment Fund	38,526,800	38,534,200	7,400
Vehicle Inspection & Title Enforcement Fund	1,534,100	1,760,300	226,200
Total - Department of Transportation	439,407,200	454,789,600	15,382,400
Treasurer, State			
State Treasurer's Management Fund	0	33,800	33,800
Total - State Treasurer	0	33,800	33,800
Universities			
Arizona State University - Main Campus			
University Collections Fund	217,845,000	225,004,500	7,159,500
Tobacco Tax and Health Care Fund			
Medically Needy Account	0	0	0
Total - Arizona State University - Main Campus	217,845,000	225,004,500	7,159,500
Arizona State University - East Campus			
University Collections Fund	16,576,000	18,984,800	2,408,800
Technology and Research Initiative Fund	2,000,000	2,000,000	0
Total - Arizona State University - East Campus	18,576,000	20,984,800	2,408,800
Arizona State University - West Campus			
University Collections Fund	20,845,400	21,852,100	1,006,700
Technology and Research Initiative Fund	1,600,000	1,600,000	0
Total - Arizona State University - West Campus	22,445,400	23,452,100	1,006,700
Northern Arizona University			
University Collections Fund	42,706,800	45,284,400	2,577,600
University of Arizona - Main Campus			
University Collections Fund	118,470,600	117,667,200	(803,400)
University of Arizona - Health Sciences Center			
University Collections Fund	13,890,200	14,356,100	465,900
SUBTOTAL - Universities	433,934,000	446,749,100	12,815,100
Veterans' Services, Department of			
State Veterans' Conservatorship Fund	721,000	722,700	1,700
State Home for Veterans' Trust Fund	13,262,100	13,291,500	29,400
Total - Department of Veterans' Services	13,983,100	14,014,200	31,100
Veterinary Medical Examining Board			
Veterinary Medical Examining Board Fund	442,900	460,500	17,600
Water Resources, Department of			
Assured and Adequate Water Supply Admin Fund	1,100,000	1,100,400	400
Weights and Measures, Department of			

	FY 2007 Estimate	<u>1/</u>	'08 House	'08 House - FY 2007
Air Quality Fund	1,445,800		1,509,800	64,000
Motor Vehicle Liability Insurance Enf. Fund	115,200		130,900	15,700
Total - Department of Weights and Measures	1,561,000		1,640,700	79,700
Unallocated '07 Appropriations	9,495,900		0	(9,495,900)
ADOA Rental Rates	0		1,000,000	1,000,000
Attorney General Salary Adjustments	0		0	0
Human Resources Pro Rata	0		0	0
State Employee Pay - FY 08	0		18,000,000	18,000,000
State Employer Health Insurance - FY 08	0		7,000,000	7,000,000
State Employer Retirement - FY 08	0		3,200,000	3,200,000
FY 2007 Supplementals	14,937,000		0	(14,937,000)
<b>OPERATING BUDGET TOTAL</b>	<b>\$2,480,322,300</b>		<b>\$2,556,957,800</b>	<b>\$76,635,500</b>
Capital	330,681,700		302,755,300	(27,926,400)
<b>GRAND TOTAL</b>	<b>\$2,811,004,000</b>		<b>\$2,859,713,100</b>	<b>\$48,709,100</b>

1/ Does not include proposed supplementals in individual agencies.

## FY 2007 Supplementals

**FY 2007**

**House**

### **General Fund**

Arizona Department of Administration	1,350,000
State Department of Corrections	4,800,000
Department of Economic Security	19,700,000
General Fund - Total	\$25,850,000

### **Other Funds**

Arizona Department of Administration	1,937,000
State Department of Corrections	4,200,000
Department of Economic Security	8,800,000
Department of Revenue	0
Other Funds - Total	\$14,937,000



## **Supplemental Bill**

### **HB 2782 - House Engrossed**

	<b><u>Section</u></b>
<b>Department of Administration</b>	
• Increase of \$1,937,000 from the Payroll Clearing Fund for one-time IRS tax payment.	1
• Increase of \$1,350,000 GF for utility costs.	2
<b>Department of Corrections</b>	
• Increase of \$4,800,000 GF and \$4,200,000 from the Prison Construction and Operations Fund for adding 1,386 inmate beds and inmate health care costs.	5
<b>Department of Economic Security</b>	
• Increase of \$19,700,000 GF for foster care to replace lost federal funds resulting from the Deficit Reduction Act of 2005.	3
• Increase of \$8,800,000 in Long-Term Care System Fund and \$3,000,000 in federal expenditure authority for Title 19 Long Term Care costs.	4

## Budget Procedures BRB

### HB2785 - House Engrossed

	<u>Section</u>
<b>Arizona Department of Administration</b>	
<i>Telecommunications Fund Infrastructure Investment Account</i>	1
<ul style="list-style-type: none"><li>As permanent law, clarify that statute establishing the Telecommunications Fund appropriates all expenditures, including expenditures from sub-accounts or private accounts established by the agency, including the Infrastructure Investment Account.</li></ul>	
<b>Department of Commerce</b>	
<i>Greater Arizona Development Authority</i>	3-8
<ul style="list-style-type: none"><li>As permanent law, clarify the type of eligible projects and eligible entities.</li></ul>	
<i>Military Base Economic Impact Study</i>	13
<ul style="list-style-type: none"><li>As session law, make the FY 2007 military base impact study appropriation non-lapsing. Retroactive to June 30, 2007.</li></ul>	
<b>Government Information Technology Agency</b>	
<i>Web Portal</i>	12
<ul style="list-style-type: none"><li>As session law, require GITA, after executing but before implementing any new web portal contract in FY 2008, to submit the fiscal provisions of the contract to JLBC for its review. Retroactive to June 30, 2007.</li></ul>	
<i>ITAC Approval of Project and Contract Changes</i>	9
<ul style="list-style-type: none"><li>As permanent law, require Information Technology Authorization Committee approval of project changes and contract amendments with associated costs that exceed \$1,000,000.</li></ul>	
<b>Arizona State Retirement System</b>	
<i>Information Technology Appropriation Lapsing Extension</i>	11
<ul style="list-style-type: none"><li>As session law, amend FY 2005 and FY 2006 General Appropriation Acts to extend the lapsing date of the Information Technology Plan appropriations from June 30, 2007 to June 30, 2008. Retroactive to June 30, 2007.</li></ul>	
<b>Department of Revenue</b>	
<i>Business Reengineering/Integrated Tax System (BRITS)</i>	10
<ul style="list-style-type: none"><li>As session law, continue to require the full Legislature to authorize in legislation any BRITS contract extensions or modifications that increase the contractor's share of gain-sharing proceeds from state revenues during FY 2008. Extensions or modifications for information technology support or the data center only require review by JLBC. Retroactive to June 30, 2007.</li></ul>	
<b>Commission on Uniform State Laws</b>	
<i>Agency Elimination</i>	2
<ul style="list-style-type: none"><li>As permanent law, implement necessary statute changes to eliminate the agency.</li></ul>	

## **Criminal Justice BRB**

### **HB2787 - House Engrossed**

	<b><u>Section</u></b>
<b>Arizona Department of Administration</b>	
<i>Capitol Police</i>	14
<ul style="list-style-type: none"><li>As session law, require ADOA and DPS to report jointly by December 1, 2007 on the feasibility of transferring Capitol Police personnel to DPS.</li></ul>	
<b>Attorney General</b>	
<i>Collection Enforcement Revolving Fund</i>	13
<ul style="list-style-type: none"><li>As session law, continue to allow use of Collection Enforcement Revolving Fund for operating expenses in FY 2008 and FY 2009.</li></ul>	
<i>Anti-Racketeering Revolving Fund</i>	1
<ul style="list-style-type: none"><li>As permanent law, require JCCR review of any fund monies used for capital projects greater than \$1.0 million.</li></ul>	
<b>Department of Corrections</b>	
<i>Budget Structure</i>	10
<ul style="list-style-type: none"><li>As session law, require the Department of Corrections to report actual FY 2007, estimated FY 2008, and requested FY 2009 expenditures as delineated in the FY 2008 General Appropriation Act when the department submits the FY 2009 budget request pursuant to A.R.S. § 35-133.</li></ul>	
<i>Correctional Officer Retirement Plan Disability Retirement</i>	4, 16
<ul style="list-style-type: none"><li>As permanent law, expand eligibility for ordinary disability retirement to CORP members and not just dispatchers. Implementation would become effective 1 year after liabilities are 100% covered, but no earlier than June 30, 2010.</li></ul>	
<i>Provisional Bed Funding</i>	6
<ul style="list-style-type: none"><li>Repeal FY 2007 session law that provided \$11.2 million in FY 2008 to the Arizona Department of Administration for new permanent prison beds and instead appropriate the \$11.2 million to the Department of Corrections for new rented provisional beds in the General Appropriation Act. Bids for the ADOA solicitation were determined to be unresponsive.</li></ul>	
<i>Future Prison Beds</i>	7, 8
<ul style="list-style-type: none"><li>As session law, authorize ADOA to revise previous RFP for 3,000 new prison beds to eliminate DOC as eligible bidder and to eliminate opening date requirement. Appropriate \$22.3 million as partial year funding for some beds to become operational by the end of FY 2009.</li><li>As session law, have ADOA and DOC develop plan to add 3,000 state-operated prison beds to become operational after the 3,000 private beds are open.</li></ul>	
<b>Board of Executive Clemency</b>	
<i>Chairman-Executive Director</i>	9
<ul style="list-style-type: none"><li>As session law, continue to have the Chairman also act as the Executive Director in FY 2008 and FY 2009.</li></ul>	
<b>Judiciary</b>	
<i>Bailable Offenses</i>	2, 3
<ul style="list-style-type: none"><li>As permanent law, require a law enforcement agency to inquire and determine a person's country of citizenship within 24 hours of the person being brought to the agency for incarceration, and to transmit the information to the court and prosecuting agency for purposes of determining bailable offense status. Authorize JLBC to consider non-compliance when making recommendations on the state budget.</li><li>As permanent law, establish items for the court to consider when determining a person's legal presence in the country for purposes of determining if the offense is bailable. Require court to determine if offense is bailable at the time of the initial appearance.</li></ul>	
<b>Department of Public Safety</b>	
<i>Immigration Enforcement Grants</i>	5, 15

- As permanent law, establish Immigration Grant Fund to fund grants to counties, cities and towns, and tribes for immigration incarceration and enforcement purposes. House appropriates \$8 million from the General Fund to the new fund.

*Redirect CJEF Revenues*

11

- As session law, continue to redirect 9% of CJEF revenues, formerly deposited into the General Fund, to DPS to fund the department's crime lab operations in FY 2008.

**State Treasurer**

*Justice of the Peace Salaries*

12

- As session law, continue to fund state share of Justice of the Peace (JP) salaries at 38.5% in FY 2008.

## Environmental Protection BRB

### HB 2788 - House Engrossed

	<u>Section</u>
<b>Department of Agriculture</b>	
<i>Livestock and Crop Conservation Fund</i>	
<ul style="list-style-type: none"><li>As permanent law, continue to set administrative cap for Fund at 10% instead of 5%.</li></ul>	1
<b>Department of Environmental Quality</b>	
<i>Underground Storage Tank Fund</i>	
<ul style="list-style-type: none"><li>As session law, set administrative cap at \$6,531,000 in FY 2008 and FY 2009.</li></ul>	5
<b>Navigable Stream Adjudication Commission</b>	
<i>Non-Lapsing FY 2006 Appropriation</i>	
<ul style="list-style-type: none"><li>As session law, extend the non-lapsing of \$50,000 from the FY 2006 General Fund appropriation from June 30, 2007 to June 30, 2008.</li></ul>	6
<b>State Parks Board</b>	
<i>State Parks Enhancement Fund</i>	
<ul style="list-style-type: none"><li>As session law, continue to allow State Parks Enhancement Fund monies to be used for the operation of state parks as appropriated by the Legislature or for capital needs as approved by the Joint Committee on Capital Review in FY 2008 and FY 2009.</li></ul>	4
<ul style="list-style-type: none"><li>As session law, continue to allow the use of \$692,100 from the Off-Highway Vehicle Recreation Fund for agency operating costs in FY 2008 and FY 2009.</li></ul>	2
<b>Department of Water Resources</b>	
<i>Water Protection Fund</i>	
<ul style="list-style-type: none"><li>As session law, continue to suspend the requirement for a \$5,000,000 General Fund appropriation to the Water Protection Fund in FY 2008 and FY 2009. The amount shall be as specified in the General Appropriation Act.</li></ul>	3

## General Revenues BRB

### HB 2786 - House Engrossed

	<u>Section</u>
<b>Department of Revenue</b>	
<i>Unclaimed Property</i>	
<ul style="list-style-type: none"><li>As permanent law, permit the department to liquidate securities in the Unclaimed Property Fund immediately and not pay appreciation if the owner of the securities claims them within 3 years. Also change the abandonment period for dividends and corporate bond instruments to 3 years.</li></ul>	2, 3
<ul style="list-style-type: none"><li>As session law, require that all proceeds from the sales of securities in FY 2008 be deposited into the General Fund instead of statutory split between General Fund, Department of Housing, and Department of Racing.</li></ul>	4
<b>Other</b>	
<i>Federal Funds</i>	
<ul style="list-style-type: none"><li>As session law, continue to require unrestricted federal funds received between May 1, 2007 and June 30, 2008 to be deposited in the General Fund for the payment of essential government services. Retroactive to April 30, 2007.</li></ul>	5
<i>Financial Reporting</i>	
<ul style="list-style-type: none"><li>As permanent law, require the Arizona Department of Administration to reconcile the General Fund reporting in the Comprehensive Annual Financial Report to the Annual Financial Report.</li></ul>	1

## Health and Welfare BRB

### HB2789 – House Engrossed

#### Department of Administration

##### *Employee Health Insurance*

- As permanent law, require ADOA to report all changes to the type of employee health benefits as well as the cost for the upcoming plan year 45 days prior to making the change. 13
- As session law, continue to prohibit ADOA from implementing a differentiated health insurance premium in FY 2008 based on the integrated or non-integrated status of the provider beginning October 1, 2007 22

##### *Health Savings and Health Reimbursement Accounts*

- As session law, require the department to implement a Health Savings Account (HSA) and Health Reimbursement Account (HRA) Pilot Program within the self-insurance program. Require JLBC review and have plans implemented no later than the beginning of FY 2009 state employee plan year. Limit HSA and HRA Programs to active employees and require ADOA to report on costs of including retirees. Repeal the Pilot Program September 30, 2012. 27,28,29

#### AHCCCS

##### *County Acute Care Contributions*

- As session law, set the County Acute Care contribution at \$51,098,200. This amount includes an inflation indexing of the Maricopa County contribution as required by Laws 2005, Chapter 328 17

##### *County ALTCS Contributions*

- As session law, set county ALTCS contributions at \$238,563,200 18

##### *Disproportionate Share Uncompensated Care (DUC) Pool*

- As session law, continue the use of a total of \$2,646,200 in DUC pool contributions in AHCCCS for all counties other than Maricopa 19

##### *AHCCCS Outreach*

- As permanent law, allow school districts to distribute information to potentially eligible pupils and their families on available AHCCCS services and programs 11

##### *Healthcare Group Reforms*

- As permanent law, clarify the definition of appropriated administrative expenses to include those incurred by the Preferred Provider Organization (PPO) program 8
- As permanent law: 1,7
  - Freeze enrollment of employee groups in Healthcare Group on effective date
  - Allow new employees to enroll, however, if the business is a member of Healthcare Group as of effective date of the legislation
  - Disallow HCG from offering zero-deductible or zero-copay plans to members
  - Direct the Department of Insurance to conduct an annual statutory financial examination of Healthcare Group and report its initial findings by January 1, 2008.
  - Charge premiums and copayments at a level to ensure that HCG is funded at 90% of the fully funded actuarial rate as determined by the Department of Insurance (DOI)
- As session law: 30, 31, 32,34
  - Appropriate \$8,000,000 in FY 2008 for the Healthcare Group Program
  - Appropriate \$200,000 in FY 2008 from the Tobacco Tax and Healthcare Fund – Medically Needy Account to DOI to conduct a financial audit
  - Establish a study committee to examine converting Healthcare Group to a high risk pool and require a report by February 1, 2008. Repeal the Study Committee September 30, 2008

##### *Redetermination*

- As permanent law, continue redetermination period of 6 months for Temporary Assistance for Needy Families Cash Benefits clients age 21 or older. As session law, require AHCCCS to report by February 10, 2008 on the results of the redetermination change. 5,16

<i>Non-emergency Transportation Report</i>	
<ul style="list-style-type: none"> <li>As session law, require AHCCCS to submit a report on non-emergency transportation usage, including the estimated cost as well as recommendations on potential cost-saving modifications to non-emergency transportation utilization.</li> </ul>	26
<i>Outlier Reimbursement</i>	
<ul style="list-style-type: none"> <li>As permanent law, revise outlier inpatient costs methodology to include the most recent statewide urban and rural cost-to-charge ratios as published by the federal government. Allow AHCCCS to implement the revised methodology over a two year phase-in period. Exempt AHCCCS from emergency rulemaking requirements for the first year of the two year phase-in period.</li> </ul>	6,25
<ul style="list-style-type: none"> <li>As session law, require AHCCCS to report to JLBC by December 31, 2007 on recommendations regarding alternative payment methodologies for implants, medications and operating room charges.</li> </ul>	24
<i>Temporary Medical Coverage (TMC) Fund Double Appropriation</i>	
<ul style="list-style-type: none"> <li>As permanent law, eliminate the statutory provision requiring all legislative appropriations for the Temporary Medical Coverage Program be deposited into the TMC Fund</li> </ul>	10
<i>KidsCare Parents (KCP)</i>	
<ul style="list-style-type: none"> <li>As session law, continue KCP until June 30, 2008 contingent on 3:1 federal matching monies.</li> </ul>	23
<i>Healthcare Insurer Data Reporting</i>	
<ul style="list-style-type: none"> <li>As permanent law, require health care insurers to provide enrollment information and accept the state's right to recover monies from a third party payor.</li> </ul>	9
<b>Biomedical Research Commission</b>	
<i>Regenerative Tissue Repository</i>	
<ul style="list-style-type: none"> <li>As session law, appropriate \$3 million in FY 2008 through FY 2012 to the Arizona Biomedical Research Commission for a repository to store human stem cells of non-embryonic origin.</li> </ul>	35
<b>Department of Economic Security</b>	
<i>Childcare Income Eligibility</i>	
<ul style="list-style-type: none"> <li>As session law, continue to permit DES to reduce income eligibility levels for all child care programs. Require report to JLBC within 15 days of change in levels.</li> </ul>	20
<i>Child Care Reform</i>	
<ul style="list-style-type: none"> <li>As permanent law, institute a time limit of 4 years for families receiving child care subsidies in the low-income working population. This per family time limit will replace the existing per child time limit of 5 years.</li> </ul>	14
<i>Navajo Senior Center Design Non-lapsing Appropriation</i>	
<ul style="list-style-type: none"> <li>As session law, amend FY 2007 session law to make the FY 2007 Navajo senior center design appropriation non-lapsing. Retroactive to June 30, 2007</li> </ul>	15
<b>Department of Health Services</b>	
<i>Restoration to Competency Cost Sharing</i>	
<ul style="list-style-type: none"> <li>As session law, continue to require Maricopa and Pima Counties and all cities to pay 86% of Restoration to Competency (RTC) treatment in FY 2008. All other counties would have no cost-sharing requirements for RTC treatment.</li> </ul>	21
<i>Seriously Mentally Ill Transfer Prohibition</i>	
<ul style="list-style-type: none"> <li>As permanent law, require Regional Behavioral Health Authorities to expend monies allocated to the Seriously Mentally Ill population only on services to that population and not for any other purpose</li> </ul>	12
<i>Regional Behavioral Health Authorities</i>	
<ul style="list-style-type: none"> <li>As permanent law, limit service rates assessed by Regional Behavioral Health Authorities to no more than 30% above AHCCCS fee-for-service rates</li> </ul>	12
<ul style="list-style-type: none"> <li>As permanent law, limit RBHAs to managed care functions only and prohibit RBHAs, or one of its subsidiaries, from delivering behavioral health services directly to clients. Phase in the prohibition over a 2 year time frame.</li> </ul>	12
<i>Vital Records Fund</i>	
<ul style="list-style-type: none"> <li>As session law, appropriate the balance of the Vital Records Electronic Systems Fund from FY 2006 to the department in FY 2008.</li> </ul>	33



**Department of Insurance***Mandate Lite Health Insurance Plans*

- As permanent law:
  - Expand the businesses that are able to purchase mandate lite plans from employers with 2 to 25 employees to employers with 2 to 50 employees to conform with federal regulations, as long as employees meet uninsured requirement
  - Define uninsured small employer as an entity that has not provided a health plan for at least 6 consecutive months immediately prior to the effective date of mandate lite coverage
  - Clarify that the requirement that an employer be uninsured prior to being eligible for mandate lite coverage does not apply to the renewal of coverage
  - Retroactive to September 21, 2006

2,3,4,36

## Higher Education BRB

### HB2791 - House Engrossed

	<u>Section</u>
<b>Community Colleges/Universities</b>	
<i>Surviving Child and Spouse Tuition Waivers</i>	
<ul style="list-style-type: none"><li>As permanent law, require the community colleges and the universities to provide tuition waivers for any surviving child (under 30 years of age) or spouse (who has not remarried) of an Arizona resident killed while on active duty as a member of the U.S. Armed Forces.</li></ul>	6
<b>Community Colleges</b>	
<i>JLBC Dual Enrollment Ad Hoc Committee</i>	
<ul style="list-style-type: none"><li>As permanent law, repeal the existing mandatory requirement for the JLBC Ad Hoc Committee on Dual Enrollment to convene every 2 years, and instead make formation of the committee optional.</li></ul>	7
<b>Universities/Board of Regents</b>	
<i>Indirect and Third-Party Capital Financing</i>	
<ul style="list-style-type: none"><li>As permanent law, clarify that capital projects financed through a third party agreement, including any projects that may eventually become a state asset, are subject to JCCR review. Commercial projects which are not intended to serve the university population shall not be subject to JCCR review. The universities shall instead report commercial projects to JCCR, and the committee may provide recommendations to the universities concerning these projects.</li></ul>	2 - 4
<i>Public Posting of Employment Opportunities</i>	
<ul style="list-style-type: none"><li>As permanent law, continue to require all public universities to publicly post all employment openings.</li></ul>	1
<b>ASU-Main</b>	
<i>Downtown Phoenix Campus Review</i>	
<ul style="list-style-type: none"><li>As session law, continue to require ABOR and ASU to submit for JLBC review by October 1, 2007 detailed operational and capital plans for the development of the downtown campus.</li></ul>	9
<b>Board of Medical Student Loans</b>	
<i>Medical Student Loan Fund Double Appropriation</i>	
<ul style="list-style-type: none"><li>As permanent law, allow General Fund monies appropriated to the Medical Student Loan Fund to be expended from the fund without a second appropriation.</li></ul>	5
<b>Commission for Postsecondary Education</b>	
<i>Private Postsecondary Education Student Financial Assistance Program (PFAP)</i>	
<ul style="list-style-type: none"><li>As permanent law, raise the annual cap on grant awards from \$1,500 to \$2,000, and increase the overall 2-year cap on grant awards from \$3,000 to \$4,000.</li></ul>	8

## K-12 Education BRB

### HB2790 – House Engrossed

	<u>Section</u>
<b>Arizona Department of Education</b>	
<i>Formula Adjustments</i>	
<ul style="list-style-type: none"> <li>• As permanent law, increase by 2.5% the formula funding “base level” in A.R.S. § 15-901(B2).</li> <li>• As session law, appropriate \$23 million to fund the additional 0.5% base level increase.</li> <li>• As session law, indicate that the \$23 million is intended to 1) fund pay raises for non-administrative personnel, and 2) be non-supplanting.</li> <li>• As session law, appropriate \$25 million to the Classroom Site Fund to exclusively fund teacher compensation increases based on performance. (Basic State Aid decreases by \$2 M due to Career Ladder change described below for net \$23 M state funding increase.)</li> <li>• As session law, state intent to continue to provide additional monies for performance pay in future years to increase student performance and eventually phase out Career Ladder, plus reduce local property taxes.</li> <li>• As permanent law, decrease from 5.5% to 5.0% the allowable base level increase for Career Ladder districts.</li> <li>• As permanent law, decrease from 22 cents to 20 cents the Qualifying Tax Rate for Career Ladder districts (decreases local taxes and funding to Career Ladder districts by \$5 million).</li> <li>• As permanent law, increase by 2.0% the transportation funding amounts per route mile in A.R.S. § 15-945.</li> <li>• As permanent law, increase by 9.3% the charter school “Additional Assistance” amounts per pupil in A.R.S. § 15-185(B4)</li> <li>• As session law for FY 2008 only, fund state aid for JTEDs at 92% of the amount that otherwise would be provided by law and reduce JTED budget limits accordingly.</li> </ul>	1, 5, 8 - 12, 23, 26 - 28
<i>Competitiveness Project Fund</i>	
<ul style="list-style-type: none"> <li>• As permanent law, establish an American Competitiveness Project Fund that would receive donations dedicated to address academic competitiveness issues.</li> </ul>	2
<i>Shorter School Year</i>	
<ul style="list-style-type: none"> <li>• As permanent law, continue to allow a shorter than 36-week school year using longer days.</li> </ul>	3
<i>Property Leasing</i>	
<ul style="list-style-type: none"> <li>• As permanent law, allow a school district to lease property to a Special Health Care District.</li> </ul>	4
<i>Technology Grants</i>	
<ul style="list-style-type: none"> <li>• As permanent law, establish an Instructional Technology Systems Grants fund and parameters for its administration.</li> <li>• As session law, appropriate \$4 million to the fund for FY 2008.</li> </ul>	6, 25
<i>Excess Utilities</i>	
<ul style="list-style-type: none"> <li>• As permanent law, modify current reporting requirements for Excess Utilities to align them with utility expenditure categories defined in the Uniform System of Financial Records (USFR).</li> <li>• As permanent law, require utility reporting by usage (such as number of kilowatt hours used).</li> <li>• As permanent law, require utility reporting on a cost per student and cost per square foot basis.</li> </ul>	7
<i>TRCL / TSL</i>	
<ul style="list-style-type: none"> <li>• As permanent law, make a district’s Transportation Revenue Control Limit (TRCL) equal to its Transportation Support Level (TSL) if its TRCL otherwise would be less than its TSL.</li> </ul>	13
<i>Tax Rates</i>	
<ul style="list-style-type: none"> <li>• As session law, specify the official K-12 QTR for FY 2008, as adjusted for compliance with the Truth in Taxation law (A.R.S. § 41-1276) and the business property tax changes instituted by Laws 2005, Chapter 302.</li> </ul>	14
<i>Receivership</i>	
<ul style="list-style-type: none"> <li>• As session law, delay for 1 year a repeal of the school district receivership statute (A.R.S. §15-103), which otherwise would occur on 1/1/2008.</li> </ul>	15, 16

*E-learning Pilot Program*

- As session law, amend Laws 2006, Chapter 375 to extend all deadlines by 1 year and allow distribution of program monies through FY 2011 (currently FY 2010). 17 - 19

*Desegregation Cap*

- As session law, continue through FY 2008 a “soft cap” that allows desegregation expenditures to increase for enrollment growth and inflation. 20

*Rapid Decline Formula*

- As session law, continue to fund Rapid Decline at 50% for FY 2008. 21

*ADM Audits*

- As session law, continue to authorize the Department of Education or Auditor General to conduct Average Daily Membership audits of school districts and charter schools. 22

*Reading First Program*

- As session law, appropriate \$1 million from the General Fund for FY 2008 to expand the Reading First program. 24

## School Facilities Board BRB

### HB2792 - House Engrossed

	<u>Section</u>
<b>School Facilities Board</b>	
<i>New School Facilities Annual Report</i>	
<ul style="list-style-type: none"><li>As permanent law, require the board to incorporate into its annual New School Facilities report to JCCR detailed demographic information for individual projects the board approved within the last year, and expects to approve within the upcoming year. The JLBC, OSPB, and SFB Staff shall agree on the format of the reporting. In addition, change the deadline of the report from October 15 to June 15.</li></ul>	1
<i>Minimum Facility Guidelines</i>	
<ul style="list-style-type: none"><li>As permanent law, prohibit SFB from changing its application of the minimum facility guidelines to future new school construction projects if the changes would have a fiscal impact, unless the changes are necessary to comply with health or safety codes. Require SFB to include any proposed changes with a fiscal impact in their annual budget request.</li></ul>	2
<i>Building Renewal Formula</i>	
<ul style="list-style-type: none"><li>As permanent law, make the following changes to the building renewal formula: 1) Limit the age of a building to 30 years; 2) Eliminate separate funding formula for portable buildings; 3) Use square foot per student requirements from minimum adequacy guidelines rather than from new construction guidelines and 4) Use "replacement cost" per square foot rather than new construction cost per square foot in the formula.</li><li>As session law, notwithstanding the new formula in FY 2008.</li></ul>	3, 7
<i>Building Renewal Funding Prioritization</i>	
<ul style="list-style-type: none"><li>As permanent law, require school districts to use Building Renewal monies on primary projects, unless only secondary projects exist. Primary projects are defined to include projects that are required to meet academic standards and that fall below the minimum facility guidelines adopted by the School Facilities Board, while secondary projects includes all other projects. Notwithstanding these provisions, direct school districts to use Building Renewal monies on secondary projects to comply with building health or safety codes. Prior to their expenditure, require SFB to approve funding for secondary projects to address health or safety issues.</li><li>As permanent law, require school districts to include information, in their annual report on Building Renewal to SFB, on whether prior year Building Renewal project expenditures were on primary or secondary projects. Upon receipt, SFB shall forward this information to JLBC and OSPB Staff.</li></ul>	3, 7
<i>Building Renewal Appropriation</i>	
<ul style="list-style-type: none"><li>As session law, appropriate \$86.3 million to the Building Renewal Fund in FY 2008.</li></ul>	6
<i>Energy and Water Savings Pilot Program</i>	
<ul style="list-style-type: none"><li>As session law, establish a pilot program to provide grant funding and technical assistance to school districts for water and energy saving projects.</li></ul>	4, 5

## Transportation BRB

### HB2793 - House Engrossed

	<u>Section</u>
<b>Department of Public Safety</b>	
<i>Safety Enforcement Transportation Infrastructure Fund Uses (See ADOT below)</i>	5, 16
<b>Arizona Department of Transportation</b>	
<i>Safety Enforcement Transportation Infrastructure Fund Uses</i>	5, 16
<ul style="list-style-type: none"><li>As permanent law, repeal the provisions of Laws 2006, Chapter 205 to again allow the use of SETIF monies for DPS and ADOT enforcement of vehicle safety requirements and maintenance of transportation facilities within 25 miles of the Arizona-Mexico border. Retroactive to June 30, 2007.</li></ul>	
<i>Bonding Extension</i>	8
<ul style="list-style-type: none"><li>As permanent law, extend the allowable repayment period for highway bonds from 20 years to 30 years</li></ul>	
<i>Highway Expansion and Extension Loan Program Fund Set Aside</i>	1,2,9-11
<ul style="list-style-type: none"><li>As permanent law, set aside up to \$10,000,000 of HELP Fund monies for tribes and municipalities with a population of 50,000 or less for transit capital projects.</li></ul>	
<i>MVD Computer Assessment Appropriation Lapsing Extension</i>	14
<ul style="list-style-type: none"><li>As session law, extend the lapsing date of the FY 2007 Motor Vehicle Division Computer System Assessment appropriation of \$500,000 to June 30, 2008. Retroactive to June 30, 2007.</li></ul>	
<i>Freight-Passenger Rail Service</i>	12, 13
<ul style="list-style-type: none"><li>As session law, reappropriate unspent FY 2003 railroad corridor acquisition appropriation to ADOT for study, planning and acquisition of railroad right-of-way and infrastructure to accommodate future freight or passenger rail service.</li></ul>	
<i>Photo Radar Prohibition</i>	3, 4, 15
<ul style="list-style-type: none"><li>As permanent law, prohibit state agencies from establishing or allowing photo radar systems not in operation before May 1, 2007, on state owned, operated or maintained transportation facilities. Retroactive to May 1, 2007.</li></ul>	
<i>Statewide Transportation Acceleration Needs Account</i>	6, 7
<ul style="list-style-type: none"><li>As permanent law, allow monies in the STAN Account to be used to reimburse cities and counties for interest costs associated with loans, bonds or advances issued to accelerate transportation projects.</li></ul>	

## General Fund

### Detailed List of FY 2008 Changes Above/(Below) FY 2007 by Agency

General Fund - Page 30

Other Funds - Page 42

	House 07	House Engrossed 08
Proposed Revenues	10,897,390,100	10,567,172,800
Proposed Spending	10,362,482,100	10,565,710,800
Ending Balance	534,908,000	1,462,000

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
<b>OPERATING SPENDING CHANGES</b>			
<b>DOA - Arizona Department of Administration - ED</b>	\$27,559,700		
DOA - Standard/Technical		(47,700)	
DOA - AZNET Lease Decrease		(42,200)	
DOA - Employee Wellness Program		(500,000)	
DOA - Lease-Purchase		1,959,000	
DOA - 3,000 Prison Beds - Moved to Corrections		0	
DOA - Utilities		625,700	
DOA - Accountant Pay Raise		370,000	
<b>OAH - Office of Administrative Hearings - CJ</b>	1,214,600		
OAH - Standard/Technical		(700)	(700)
<b>AGR - Department of Agriculture - ED</b>	11,369,600		
AGR - Standard/Technical		(3,100)	(3,100)
AGR - Agricultural Inspections of Ports		425,000	425,000
AGR - Laboratory Costs		104,000	326,000
<b>AXS - AHCCCS - HW</b>	1,199,768,000		
AXS - Standard/Technical		(78,600)	
AXS - Eliminate One-time Funding		(983,300)	
AXS - Enrollment & Inflation Growth		79,849,000	
AXS - KidsCare Parents		(705,100)	
AXS - Temporary Medical Coverage Annualization		1,850,000	
AXS - GME Expansion		2,000,000	
AXS - Adult Dental		1,000,000	
AXS - Outlier Methodology Change		(5,599,500)	
AXS - Retain 211 One-time Funding		(900,000)	
AXS - Citizen Verification One-time Funding		(3,400,000)	
AXS - Healthcare Group		8,000,000	
AXS - Dispro Method Change (Revenue Also Declines)		(39,557,000)	
<b>ART - Arizona Commission on the Arts - ED</b>	1,888,100		
ART - Standard/Technical		0	0
<b>ATT - Attorney General - CJ</b>	22,495,500		
ATT - Standard/Technical		(77,200)	(580,900)
ATT - Eliminate One-time Equipment		(102,300)	(102,300)

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
ATT - Case Management One-time Funding		(1,017,400)	(1,017,400)
ATT - Pro Rata Backfill		300,000	300,000
<b>BIO - Biomedical Research Commission</b>	0		
BIO - Cord Blood Bank		3,000,000	
<b>CPD - State Capital Postconviction Defender Office - CJ</b>	220,000		
CPD - Annualization		501,700	501,700
<b>CHA - State Board for Charter Schools - ED</b>	785,100		
CHA - Standard/Technical		(1,300)	(1,300)
CHA - School Information Systems		308,100	4,800
<b>COM - Department of Commerce - HW 5/</b>	12,050,200		
COM - Standard/Technical		(2,200)	(2,200)
COM - Military Base Study One-time Funding		(250,000)	(250,000)
<b>CCO - Arizona Community Colleges - ED</b>	165,536,600		
CCO - Operating State Aid Formula		574,700	
CCO - Capital Outlay State Aid Formula		(241,600)	
CCO - Equalization Aid Formula		3,481,100	
CCO - Out of County Tuition One-time Funding		(1,000,000)	
CCO - New Out of County Tuition		1,200,000	
CCO - Law/Fire Academy Capital		(3,000,000)	
CCO - Northland Pioneer Capital		500,000	
<b>COR - Corporation Commission - HW</b>	5,543,200		
COR - Standard/Technical		(50,700)	(50,700)
COR - Commissioner Expenses		100,000	100,000
<b>DOC - Department of Corrections - CJ</b>	817,157,700		
DOC - Standard/Technical		(982,000)	
DOC - AZNet One-time Funding		(2,365,100)	
DOC - Leap Year Funding - Other Funds		0	
DOC - Annualize 1,000 Sex Offender Beds		9,409,500	
DOC - 2,060 New Provisional Beds		26,693,000	
DOC - Provisional Bed Per Diem Increases		5,800,000	
DOC - Population Growth		3,308,300	
DOC - Supervisor Pay Increase		3,000,000	
DOC - 4 New Security Posts		912,500	
DOC - Sex-Offender Treatment		230,600	
DOC - Substance Abuse Treatment (Meth)		232,600	
DOC - Rebase Retirement		(6,654,300)	
DOC - Health Care		13,767,200	
DOC - Van Pool One-time Funding		(1,500,000)	
DOC - Equipment One-time Funding		(1,000,000)	
DOC - Equipment/Van Pool		1,900,000	
DOC - Private Provider Rate Increase		4,000,000	
<b>JUS - Arizona Criminal Justice Commission - CJ</b>	4,302,000		
JUS - Standard/Technical		0	0



	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
JUS - Meth Grants One-time Funding		(3,000,000)	(3,000,000)
<b>SDB - AZ State Schools for the Deaf and the Blind - ED</b>	21,260,900		
SDB - Standard/Technical		(218,100)	(218,100)
SDB - School Bus Replacement One-time Funding		(220,000)	(112,000)
SDB - Retain Assistive Technology One-time Funding		0	0
SDB - Air Conditioning One-time Funding		(300,000)	(300,000)
SDB - Dorm Furniture		50,500	0
SDB - Transportation Fuel Costs		50,500	50,500
<b>DES - Department of Economic Security - HW</b>	718,950,200		
DES - Standard/Technical		(366,100)	
DES - AZNet One-time Funding		(1,117,300)	
DES - DEVELOPMENTAL DISABILITIES			
DES - DD Title 19 Long Term Care		28,786,400	
DES - DD Dental Services Pilot One-time Funding - Retain		0	
DES - Eliminate One-time Equipment		(94,700)	
DES - BENEFITS AND MEDICAL ELIGIBILITY			
DES - General Assistance Caseload		(1,200,000)	
DES - TANF Cash Benefits Caseloads		(10,457,400)	
DES - CHILD SUPPORT ENFORCEMENT			
DES - Federal Funds Backfill		3,222,100	
DES - AGING AND COMMUNITY SERVICES			
DES - Expand Services to Seniors		1,500,000	
DES - Domestic Violence Expansion		3,000,000	
DES - Food Bank Trailers		228,000	
DES - CHILDREN YOUTH & FAMILIES			
DES - Federal Funds Backfill		13,500,000	
DES - Adoption Services		6,691,000	
DES - Adoption Services Academic Tutoring		300,000	
DES - Permanent Guardianship Caseload		1,142,100	
DES - Children Services		5,000,000	
DES - Assistance for Older Foster Youth		1,000,000	
DES - Continue \$2 M Meth Program '07 Funding		0	
DES - Continue \$1 M Kinship Program '07 Funding		0	
<b>ADE - Arizona Department of Education - ED</b>	4,028,165,600		
ADE - Standard/Technical		(15,000)	
ADE - BASIC STATE AID			
ADE - Basic State Aid and Other Formula Growth		178,007,600	
ADE - JTED Formula		27,000,000	
ADE - Kindergarten Weight Increase		80,000,000	
ADE - OTHER			
ADE - Information Technology One-time Funding		(2,500,000)	
ADE - E-Learning One-time Funding		(3,000,000)	
ADE - Retain Teach America One-time Funding		0	
ADE - Physical Education One-time Funding		(490,000)	
ADE - Charter Funding		10,000,000	
ADE - Additional Teacher Pay		23,000,000	
ADE - Performance Pay		23,000,000	
ADE - IT Security Services		200,000	
ADE - Reading Grants - Non-Title I		1,000,000	

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
ADE - Technology Grants		4,000,000	
ADE - Move \$14M from EL Weight to SEI Fund(House Only)		0	
<b>EMA - Department of Emergency &amp; Military Affairs - HW</b>	14,394,100		
EMA - Standard/Technical		(10,900)	(10,900)
EMA - Project Challenge One-time Funding		(400,000)	(500,000)
EMA - Nuclear Emergency Management Fund		(677,900)	(677,900)
<b>DEQ - Department of Environmental Quality - ED</b>	32,295,700		
DEQ - Standard/Technical		0	0
DEQ - Water Permit One-time Funding		(200,000)	(200,000)
DEQ - Small Rural Water Systems One-time Funding		(750,000)	(750,000)
DEQ - Border Inspectors		180,000	180,000
<b>OEO - Governor's Office of Equal Opportunity - HW</b>	245,700		
OEO - Standard/Technical		(500)	(500)
<b>EQU - State Board of Equalization - HW</b>	653,500		
EQU - Standard/Technical		0	0
<b>EXE - Board of Executive Clemency - CJ</b>	1,067,900		
EXE - Standard/Technical		(23,000)	(23,000)
EXE - Victim Researcher		42,500	42,500
<b>BAN - Dept of Financial Institutions - HW</b>	3,733,900		
BAN - Standard/Technical		(54,200)	(54,200)
BAN - Prod./Public Protection Enhancement		45,600	45,600
BAN - IT Maintenance		50,000	50,000
BAN - Payday Lendor		56,800	56,800
<b>BFS - Department of Fire, Building &amp; Life Safety - CJ</b>	3,625,500		
BFS - Standard/Technical		(13,000)	(13,000)
BFS - Fire Marshal Positions		70,000	51,500
BFS - Nat'l Fire Incident Reporting System		7,000	0
BFS - Manufactured Housing - 2 FTEs		100,000	100,000
<b>FIS - Arizona Game and Fish Department - ED</b>	3,500,000		
FIS - Wildlife Habitat One-time Funding		(3,500,000)	(3,500,000)
<b>GEO - Arizona Geological Survey - ED</b>	1,106,100		
GEO - Standard/Technical		(5,200)	(5,200)
GEO - Eliminate One-time Equipment Funding		(27,000)	(27,000)
<b>GTA - Government Information Technology Agy - HW</b>	1,500,000		
GTA - Standard/Technical		0	0
<b>GOV - Office of the Governor - CJ</b>	6,634,800		
GOV - Standard/Technical		0	0
GOV - Additional Funding		500,000	500,000
<b>OSP - Gov's Ofc of Strategic Planning &amp; Budgeting - CJ</b>	2,211,100		
OSP - Standard/Technical		(1,200)	(1,200)

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
<b>DHS - Department of Health Services - HW</b>	549,247,600		
DHS - Standard/Technical		(235,400)	
DHS - Eliminate One-time Equipment		(89,600)	
DHS - BEHAVIORAL HEALTH			
DHS - Title XIX Caseload		34,613,200	
DHS - SMI Housing One-time Funding		(2,500,000)	
DHS - Meth Grants One-time Funding		(2,500,000)	
DHS - Part D Copays		322,600	
DHS - Indirect Cost Fund Shift		(1,000,000)	
DHS - ARIZONA STATE HOSPITAL			
DHS - Security Officer Salaries		100,000	
DHS - Continue Current RTC Policy		0	
DHS - PUBLIC HEALTH			
DHS - Cord Blood Bank (See BiomedResearch Comm.)		0	
DHS - Alzheimer's Research One-time Funding		(3,000,000)	
DHS - Autism Research One-time Funding		(7,100,000)	
DHS - Diabetes Education One-time Funding		(1,000,000)	
DHS - Umbilical Cord Pamphlet One-time Funding		(30,000)	
DHS - Breast and Cervical Screening		250,000	
DHS - First Responder Crisis Intervention Trng Grants		250,000	
DHS - Community Health Centers		1,500,000	
<b>AZH - Arizona Historical Society - ED</b>	4,337,000		
AZH - Standard/Technical		(38,200)	(38,200)
AZH - OOE Support (Local Grants)		100,000	100,000
<b>PAZ - Prescott Historical Society - ED</b>	750,400		
PAZ - Standard/Technical		(16,400)	(16,400)
<b>CIA - Arizona Commission of Indian Affairs - HW</b>	224,400		
CIA - Standard/Technical		(1,100)	(1,100)
<b>INS - Department of Insurance - HW</b>	7,172,800		
INS - Standard/Technical		(101,000)	(101,000)
INS - Fraud Cases Prosecution		294,000	294,000
<b>SPA - Judiciary - Supreme Court - CJ</b>	18,916,800		
SPA - Standard/Technical		(158,000)	
SPA - 07 Judges Pay (Enacted) Annualization		48,600	
SPA - Integrated Family Court One-time Funding		(850,000)	
SPA - GPS Monitoring Transfer		(750,000)	
SPA - CASA Fund Shift		753,000	
SPA - Commission on Judicial Conduct Operating Costs		63,000	
<b>COA - Judiciary - Court of Appeals - CJ</b>	13,556,500		
COA - Standard/Technical - Division I		(122,900)	
COA - Standard/Technical - Division II		(48,400)	
COA - Equipment		(63,500)	
COA - 07 Judges Pay (Enacted) Annualization		207,700	
COA - Electronic Filing - Division I		138,400	

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
COA - Operating Costs - Division II		61,600	
<b>SUP - Judiciary - Superior Court - CJ</b>	92,552,300		
SUP - Standard/Technical		(3,800)	
SUP - Rebase Retirement		(632,400)	
SUP - 07 Judges Pay (Enacted) Annualization		745,000	
SUP - 5 New Judgeships		416,500	
SUP - GPS Monitoring Transfer		750,000	
SUP - CORP Administration		192,300	
<b>DJC - Department of Juvenile Corrections - CJ</b>	79,848,300		
DJC - Standard/Technical		(122,500)	
DJC - Eliminate One-time Funding		(495,000)	
DJC - FY 07 AZNet One-time Funding		(330,900)	
DJC - Population Growth		(918,000)	
DJC - Rebase Retirement		(580,500)	
DJC - Youth Officer Pay		443,900	
DJC - Supervisor Pay Increase		100,000	
<b>LAN - State Land Department - ED</b>	26,435,400		
LAN - Standard/Technical		(53,600)	(53,600)
LAN - Eliminate One-time Funding		(221,300)	(221,300)
LAN - CAP Fee Reduction		(79,300)	140,400
LAN - Fire Suppression One-time Funding		(1,500,000)	(1,500,000)
LAN - Due Diligence One-time Funding		(500,000)	(500,000)
LAN - Land Sales and Management		500,000	500,000
LAN - Forestry Support/Operating Staff		364,500	277,200
LAN - Document Processing and Security		227,800	314,700
<b>LEM - Law Enforcement Merit System Council - CJ</b>	76,400		
LEM - Standard/Technical		(2,200)	(2,200)
<b>Legislature</b>			
<b>AUD - Auditor General - CJ</b>	17,891,900		
AUD - Standard/Technical		0	0
AUD - 25 FTEs (\$ already available)		0	0
<b>HOU - House of Representatives - CJ</b>	13,354,800		
HOU - Standard/Technical		0	0
HOU - Additional Funding		500,000	500,000
<b>JLBC - Joint Legislative Budget Committee - CJ</b>	2,949,000		
JLBC - Standard/Technical		(400)	(400)
<b>LEG - Legislative Council - CJ</b>	8,076,200		
LEG - Standard/Technical		(100)	(100)
LEG - Arizona Centennial One-time Funding		(2,500,000)	(2,500,000)
<b>LIBR - AZ State Library, Archives &amp; Public Records - CJ</b>	7,540,600		
LIBR - Standard/Technical		(4,300)	(4,300)
<b>SEN - Senate - CJ</b>	8,693,000		

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
SEN - Standard/Technical		0	0
SEN - Additional Funding		500,000	500,000
<b>LIQ - Department of Liquor Licenses &amp; Control - CJ</b>	4,813,100		
LIQ - Standard/Technical		(19,000)	(19,000)
LIQ - Equipment Reduction		(10,000)	(10,000)
LIQ - Data Processing One-time Funding		(1,250,000)	(1,250,000)
<b>MSL - Board of Medical Student Loans - ED</b>	1,500,000		
MSL - Standard/Technical		0	0
<b>MIN - State Mine Inspector - ED</b>	1,226,700		
MIN - Standard/Technical		(5,300)	
MIN - New Telephone System		17,000	
MIN - Abandoned Mines Safety Fund Deposit		50,000	
MIN - Fill Vacant Positions		540,000	
<b>MMR - Department of Mines &amp; Mineral Resources - ED</b>	843,900		
MMR - Standard/Technical		(4,000)	(4,000)
MMR - Added Staff		75,000	75,000
<b>NAV - AZ Navigable Steam Adjudication Comm. - ED</b>	267,800		
NAV - Standard/Technical		(2,200)	
NAV - One-Time Funding for Navigability Reports		(92,000)	
NAV - Sunset Agency		0	
<b>NUR - State Board of Nursing - HW</b>	166,000		
NUR - Standard/Technical		0	0
<b>SPB - Arizona State Parks Board - ED</b>	27,040,300		
SPB - Standard/Technical		(15,300)	(15,300)
SPB - Arizona Trails One-time Funding		(250,000)	(250,000)
<b>PER - Personnel Board - ED</b>	358,100		
PER - Standard/Technical		(200)	(200)
<b>PIO - Arizona Pioneers' Home - HW</b>	1,280,900		
PIO - Standard/Technical		(44,900)	(44,900)
<b>POS - Commission for Postsecondary Education - ED</b>	6,620,800		
POS - Standard/Technical		0	0
POS - Higher Education Scholarships Administration		300,000	300,000
POS - Higher Education Scholarships		3,000,000	3,000,000
POS - Case Managers		100,000	100,000
<b>DPS - Department of Public Safety - CJ</b>	166,196,600		
DPS - Standard/Technical		(127,500)	
DPS - Elimination of One-time Equipment		(1,949,000)	
DPS - Rebase Retirement		(2,495,600)	
DPS - Mobile Data Computers		(378,600)	
DPS - Officer Pay Plan - Promotions		539,500	
DPS - Sex Offender Compliance - 4 FTEs		187,600	

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
DPS - Sworn Officer Pay Adjustment		2,000,000	
DPS - Motorist Assist & Detention Officers		250,000	
DPS - Background Investigator/Polygraph Examiner		389,500	
DPS - Criminal Justice Services Personnel		595,800	
DPS - Nonferrous Material Theft		150,000	
DPS - Law Enforcement Grants		8,000,000	
<b>RAC - Arizona Department of Racing - CJ</b>	2,750,700		
RAC - Standard/Technical		(2,800)	(2,800)
<b>RAD - Radiation Regulatory Agency - CJ</b>	2,051,100		
RAD - Standard/Technical		(10,400)	(10,400)
RAD - One-time Funding		(73,000)	(73,000)
RAD - Nuclear Emergency Management Fund		(520,200)	(520,200)
RAD - Radioactive Compliance Staff		73,200	126,500
RAD - X-Ray Compliance Staff		73,200	54,200
<b>ARP - Arizona Rangers' Pensions - HW</b>	13,000		
ARP - Standard/Technical		400	700
<b>REA - State Real Estate Department - HW</b>	3,986,700		
REA - Standard/Technical		(37,400)	(37,400)
REA - Licensing Staffing		115,200	178,300
<b>REV - Department of Revenue - HW</b>	71,856,100		
REV - Standard/Technical		(205,100)	(205,100)
REV - Lease-Purchase Rent		737,800	(930,500)
REV - Small City Grants One-time Funding		(850,000)	(850,000)
REV - Health Insurance Premium Tax Credit Admin.		(45,000)	(45,000)
REV - BRITS Operational Support		1,378,300	1,378,300
REV - BRITS One-time Equipment		(354,600)	(354,600)
<b>SFB - School Facilities Board - ED</b>	413,764,200		
SFB - Standard/Technical		(11,800)	
SFB - Continue '07 Building Renewal Funding		0	
SFB - New School Debt Service		(3,766,300)	
SFB - New School Construction		120,000,000	
SFB - Utility Grants		4,000,000	
<b>SOS - Secretary of State - HW</b>	7,074,000		
SOS - Standard/Technical		(4,400)	(4,400)
SOS - High Speed Copier		(200,000)	(200,000)
SOS - Microfilming and Document Storage		92,000	30,400
SOS - Other Operating Expenses		60,000	60,000
SOS - Blue Book		0	20,000
<b>TAX - State Board of Tax Appeals - HW</b>	307,500		
TAX - Standard/Technical		(2,300)	(2,300)
<b>TOU - Office of Tourism - CJ</b>	14,763,600		
TOU - Formula Funding		885,800	1,858,600

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
<b>DOT - Department of Transportation - CJ</b>	82,900		
DOT - Standard/Technical		0	
<b>TRE - State Treasurer - HW</b>	5,769,300		
TRE - Standard/Technical		(28,200)	
TRE - Justice of Peace Salaries		173,500	
TRE - Portfolio Order Management System		100,000	
TRE - Compliance Officer/Internal Officer		125,800	
TRE - Business Process Re-engineering		80,000	
TRE - IT Equipment Replacement Schedule		79,200	
TRE - Remote Journaling		63,000	
<b>USL - Commission on Uniform State Laws - CJ</b>	52,300		
USL - Standard/Technical		0	0
USL - Eliminate Agency		(52,300)	(52,300)
<b>UNI - Universities</b>			
<b>UNI - Arizona Board of Regents - ED 5/</b>	14,837,600		
UNI - Standard/Technical		0	
UNI - WICHE Subsidies		544,300	
UNI - WICHE Administrative Fees		4,000	
UNI - AFAT		3,000,000	
<b>UNI - ASU - Main Campus - ED</b>	354,043,300		
UNI - Standard/Technical		(45,100)	
UNI - ASU Main Enrollment Formula		10,740,900	
UNI - ASU Barry Goldwater Papers One-time Funding		(529,000)	
UNI - ASU Water Institute Funding		(500,000)	
UNI - ASU Research Facility Lease (03 law)		13,555,000	
UNI - ASU Bioinformatics		2,000,000	
UNI - ASU Discretionary Funding		15,064,000	
<b>UNI - ASU - East Campus - ED</b>	19,980,900		
UNI - Standard/Technical		(11,300)	
UNI - ASU East Research Facility Lease (03 law)		917,000	
UNI - ASU East Enrollment Formula		3,808,900	
<b>UNI - ASU - West Campus - ED</b>	49,095,800		
UNI - Standard/Technical		(14,600)	
UNI - ASU West Enrollment Formula		1,638,300	
UNI - Criminal Justice Studies Program		1,200,000	
<b>UNI - Northern Arizona University - ED</b>	135,949,400		
UNI - Standard/Technical		(217,100)	
UNI - NAU Water Institute Funding		(500,000)	
UNI - NAU Enrollment Growth		4,439,400	
UNI - NAU Research Facility Lease (03 law)		5,900,000	
UNI - NAU Discretionary Funding		8,736,000	
<b>UNI - UA - Main Campus - ED</b>	320,798,100		
UNI - Standard/Technical		(185,000)	
UNI - UA Main Enrollment Formula		(1,283,000)	

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
UNI - Retain UA Main South Funding		0	
UNI - UA Main Water Institute Funding		(500,000)	
UNI - UA Main Research Facility Lease (03 law)		14,253,000	
UNI - UA Main Discretionary Funding		12,500,000	
<b>UNI - UA - Health Sciences Center - ED</b>	69,098,500		
UNI - Standard/Technical		(17,900)	
UNI - UA - HSC Enrollment Formula		677,800	
UNI - UA - HSC College of Medicine Phx		6,000,000	
<b>VSC - Department of Veterans' Services - CJ</b>	4,149,700		
VSC - Standard/Technical		(30,000)	(30,000)
VSC - Eliminate One-time Equipment		(91,000)	(91,000)
VSC - Veterans' Benefit Counselors		985,400	928,400
VSC - Northern Arizona Veterans' Cemetery		(182,700)	(182,700)
VSC - Agency Support Staff		444,900	417,900
VSC - Fiduciary Operating Costs		242,300	242,300
VSC - Pearl Harbor Memorial		(69,000)	(69,000)
VSC - Veterans' Home		3,457,900	2,855,000
<b>WAT - Department of Water Resources - ED</b>	20,877,800		
WAT - Standard/Technical		(201,300)	(201,300)
WAT - Retain Assured Fee Offset Funding		(600,000)	(600,000)
WAT - Adjudication Support One-time Funding		1,000,000	1,000,000
WAT - Water Supply Development Projects		1,000,000	0
<b>WEI - Department of Weights &amp; Measures - HW</b>	1,649,800		
WEI - Standard/Technical		(9,600)	(9,600)
WEI - One-time Equipment		(22,000)	(22,000)
WEI - Lab Accreditation		11,400	0
WEI - New Equipment		22,000	22,000
<b>OTH - Other</b>			
OTH - Unallocated '07 State Employee Health Insurance	150,800	(150,800)	0
OTH - Unallocated '07 Retirement Increase	118,200	(118,200)	0
OTH - Unallocated '07 State Employee Pay (Ch. 1)	253,000	(253,000)	0
OTH - Unallocated Biennial '06 Annualizations	9,800	(9,800)	0
OTH - Unallocated Attorney General Cost Allocation	2,600	(2,600)	0
OTH - Unallocated AZNet	26,100	(26,100)	0
OTH - '08 AZNet	0	5,509,800	0
OTH - '08 Retirement Increase	0	16,000,000	0
OTH - '08 State Employee Pay	0	68,755,000	0
OTH - '08 Health Insurance Increase	0	20,245,000	0
OTH - ADOA Rental Rates	0	2,801,000	0
OTH - Ladewig Litigation	94,800,100	(94,800,100)	0
OTH - Kerr Litigation	15,000,000	(15,000,000)	0
OTH - Illegal Immigration	0	7,000,000	0
OTH - Budget Stabilization Fund	9,808,600	(9,808,600)	0
OTH - 21st Century Fund Deposit	35,000,000	(10,000,000)	0
OTH - Comm. For Deaf Fund Deposit	850,000	(850,000)	0
OTH - Water Banking Deposit - Indian Firming	13,500,000	(13,500,000)	0
OTH - Arts Endowment Fund Payoff	7,000,000	(7,000,000)	0



	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
OTH - K-12 Rollover Repayment	191,000,000	(191,000,000)	0
OTH - Maximize Federal Funds	(5,000,000)	5,000,000	0
OTH - Administrative Adjustments	79,684,300	(14,521,300)	0
OTH - Revertments	(114,250,800)	(11,032,300)	0
<b>TOTAL - OPERATING SPENDING CHANGES</b>	<b>\$10,012,077,900</b>	<b>\$500,118,900</b>	<b>(\$4,493,900)</b>
<b>CAPITAL SPENDING CHANGES (One-time)</b>			
ADOA Building Renewal	3,849,200	(3,849,200)	0
University Capital Projects	20,000,000	(9,500,000)	0
Renovate Old Health Lab for Ag Lab	0	4,414,000	0
Yuma Welcome Center	2,000,000	(2,000,000)	0
Library and Archives Building	15,000,000	(7,000,000)	0
Dept of Corrections Lock/Door Replacement - Retain at '07	5,200,000	0	0
ASDB - Phoenix & Tucson Buildings	19,000,000	(19,000,000)	0
DES - Navajo Senior Centers	800,000	(800,000)	0
Prescott Historical Society	400,000	(400,000)	0
DPS Microwave Tower - Retain at '07	1,500,000	0	0
Ch. 356 Veterans' Home	10,000,000	(10,000,000)	0
Highway Fund Deposit	245,000,000	(245,000,000)	0
Williams Gateway Grants	1,105,000	(1,105,000)	0
City of Williams Dam Repair	1,500,000	(1,500,000)	0
Capitol Mall/Centennial Renovation	0	1,000,000	0
ASH Forensic Unit	0	16,100,000	0
Prison Water Plants	0	6,800,000	0
<b>TOTAL - CAPITAL SPENDING CHANGES</b>	<b>\$325,354,200</b>	<b>(\$271,840,200)</b>	<b>\$0</b>
<b>TOTAL - ALL SPENDING CHANGES</b>	<b>\$10,337,432,100</b>	<b>\$228,278,700</b>	<b>(\$4,493,900)</b>
<b>REVENUE CHANGES</b>			
REV - Ongoing Revenue	9,832,124,600	293,957,100	0
REV - One-time Revenue	1,055,265,500	(520,357,500)	0
REV - Corporate Consolidated Returns	0	(55,500,000)	0
REV - Capital Postconviction Revenue	0	240,100	0
REV - Unclaimed Property	0	45,000,000	0
REV - Dispro Method Change (Spending Also Declines)	0	(39,557,000)	0
REV - 2.5% Corporate Income Tax Reduction	0	(28,500,000)	0
REV - 529 Plan Contributions	0	(10,000,000)	0
REV - Insurance Premium Tax Credit	0	(5,500,000)	0
<b>TOTAL - REVENUE CHANGES</b>	<b>\$10,887,390,100</b>	<b>(\$320,217,300)</b>	<b>\$0</b>
<b>ENDING BALANCE <u>1/</u></b>	<b>\$549,958,000</b>	<b>\$1,462,000</b>	
<b>FY 07 Adjustments</b>			
<b>FY 07 Revenue Changes</b>			
Executive February Revenue Revision		10,000,000	
<b>Subtotal - FY 07 Revenue Changes</b>		<b>10,000,000</b>	

	FY 2007	House GF '08 Above FY 2007	House GF '09 Above FY 2007
FY 07 Spending Changes			
Department of Administration - Utilities		1,350,000	
Department of Economic Security - DRA		19,700,000	
Department of Corrections - Supplemental		4,800,000	
February Revertment Adjustment		(800,000)	
<b>Subtotal - FY 07 Spending Changes</b>		25,050,000	
<b>Total - FY 07 Adjustments</b>		(15,050,000)	

<sup>1/</sup> The FY 2008 Ending Balance represents the proposed ending balance and not the change to the FY 2007 balance.

**Other Funds**  
**Detailed List of FY 2008 Changes Above/(Below) FY 2007 by Agency**

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
<b>OPERATING SPENDING CHANGES</b>			
<b>SBA - State Board of Accountancy - CJ</b>	2,287,400		
SBA - Standard/Technical		2,100	2,800
SBA - Consumer Protection		10,000	10,000
SBA - Out of State Travel		(10,000)	(10,000)
<b>ACU - Board of Acupuncture Examiners - HW</b>	106,900		
ACU - Standard/Technical		600	600
ACU - Joint Office Costs/Clerical Support		9,300	9,300
ACU - Salary Increase		8,700	8,700
<b>DOA - Arizona Department of Administration - ED</b>	167,905,000		
DOA - Standard/Technical		19,200	
DOA - HRIS COP Debt Service Increase		162,100	
DOA - Risk Mgmt		(676,000)	
DOA - Risk Mgmt - ADOT Preventative Loss		150,000	
DOA - Workers' Comp		1,942,500	
DOA - One-time Telecomm Equipment		(302,000)	
DOA - Enterprise Data Storage Upgrade		(250,000)	
DOA - Electronic Physical Security		960,000	
DOA - Zuni Settlement Decrease		(796,000)	
DOA - IT Security		299,000	
DOA - Capitol Police Security		515,100	
DOA - Rent		100,000	
DOA - Infrastructure Investment Account		4,713,700	
<b>OAH - Office of Administrative Hearings - CJ</b>	14,500		
OAH - Standard/Technical		0	0
<b>AGR - Department of Agriculture - ED</b>	3,041,900		
AGR - Standard/Technical		6,300	6,300
AGR - Nursery Certification Program		18,600	18,600
AGR - Egg Inspection Program FTE Positions		146,700	143,600
AGR - State Laboratory Costs		10,000	10,000
AGR - Pesticide Label Comprehension Courses		31,500	31,500
AGR - Pesticide Recycling		100,000	100,000
<b>AXS - AHCCCS - HW</b>	243,215,100		
AXS - Standard/Technical		(9,000)	
AXS - Eliminate One-time HIPAA Compliance		(152,400)	
AXS - KidsCare Caseload and Capitation Rate Growth		5,651,000	
AXS - KidsCare Parents		6,199,500	
AXS - BNCF Statutory Adjustment		151,200	
AXS - Temporary Medical Coverage		824,600	
AXS - Healthcare Group - PPO \$		4,557,200	
<b>APP - State Board of Appraisal - CJ</b>	586,200		

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
APP - Standard/Technical		400	400
APP - Cost Increases		7,100	7,100
<b>ATT - Attorney General - CJ</b>	37,958,000		
ATT - Standard/Technical		9,800	(38,200)
ATT - ISA Cost Allocation		(300,000)	(300,000)
ATT - Fraud Cases Prosecution		294,000	294,000
<b>ATA - Automobile Theft Authority - CJ</b>	5,251,600		
ATA - Standard/Technical		(42,300)	(42,300)
ATA - Increased Expenditure Authority		196,100	603,600
<b>BAR - Board of Barbers - HW</b>	300,500		
BAR - Standard/Technical		600	600
BAR - Joint Office Costs		1,500	1,500
BAR - Program Costs		32,100	15,500
<b>BHE - Board of Behavioral Health Examiners - HW</b>	1,366,200		
BHE - Standard/Technical		(1,800)	(1,900)
BHE - Eliminate One-time Investigator Costs		(200,000)	(200,000)
BHE - New Staff		174,900	159,900
<b>BCE - State Board of Chiropractic Examiners - HW</b>	509,200		
BCE - Standard/Technical		500	500
BCE - Adjustments		(5,300)	(3,700)
<b>COM - Department of Commerce - HW</b>	3,618,000		
COM - Standard/Technical		(600)	(600)
<b>ROC - Registrar of Contractors - CJ</b>	10,625,600		
ROC - Standard/Technical		30,300	30,300
ROC - Private Rent Increase		240,000	374,700
ROC - Additional Personnel		464,800	320,600
ROC - Salaries		127,600	127,600
ROC - Information Management System		3,683,000	506,500
<b>COR - Corporation Commission - HW</b>	21,575,300		
COR - Standard/Technical		(65,000)	(65,000)
COR - Administrative Law Staffing		109,300	102,800
COR - Attorney Salary Equity		235,100	235,100
COR - Division Director		121,900	115,400
COR - Legal Services		100,400	93,900
COR - Automation Update		450,300	521,700
COR - Master Meter Equipment		55,400	0
<b>DOC - Department of Corrections - CJ</b>	43,718,800		
DOC - Standard/Technical		(21,200)	
DOC - Education Adjustment		(485,800)	
DOC - Leap Year Funding		576,600	
DOC - 2,060 New Provisional Beds		3,200,000	

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
<b>COS - Board of Cosmetology - HW</b>	1,673,600		
COS - Standard/Technical		2,600	2,600
COS - IT Equipment		12,900	9,400
COS - Operating Expense		19,000	19,800
COS - File Document Management		89,000	0
<b>JUS - Arizona Criminal Justice Commission - CJ</b>	5,717,400		
JUS - Standard/Technical		3,900	4,800
JUS - Grants Management System Improvements		225,000	100,000
JUS - Arizona Youth Survey		25,000	0
JUS - County Attorney Funding		175,000	175,000
JUS - Victim Compensation Restitution Specialist		75,100	69,100
JUS - County Indigent Defense		166,000	166,000
JUS - Crime Victim Assistance Program		400,000	400,000
JUS - Statistical Research		114,100	114,100
<b>SDB - AZ State Schools for the Deaf and the Blind - ED</b>	13,816,900		
SDB - Standard/Technical		0	0
SDB - Voucher Increase		500,700	878,500
SDB - Continue Foundation for the Blind Program		0	0
<b>HEA - Comm for the Deaf &amp; the Hard of Hearing - HW</b>	5,391,300		
HEA - Standard/Technical		(4,000)	(4,000)
HEA - 1 FTE Position		0	0
<b>DEN - Board of Dental Examiners - HW</b>	1,026,500		
DEN - Standard/Technical		1,400	1,400
DEN - Eliminate One-time Equipment		(4,400)	(10,700)
DEN - Additional Staff		44,100	39,700
DEN - Database Upgrades and AG Legal Services		39,200	15,700
<b>PRC - Drug &amp; Gang Prevention Resource Center - CJ</b>	616,600		
PRC - Standard/Technical		(200)	(200)
<b>DES - Department of Economic Security - HW</b>	453,618,900		
DES - Standard/Technical		(205,800)	
DES - Retain \$200K in Autism Funding		0	
DES - Child Support Funds		500,000	
DES - Homeless Trust Fund One-time Funding		(850,000)	
DES - Long Term Care Provider Increases		3,100,000	
<b>ADE - Arizona Department of Education - ED</b>	56,220,800		
ADE - Standard/Technical		700	
ADE - One-time Funding		(1,865,400)	
ADE - Teacher Certification		195,100	
<b>EMA - Department of Emergency &amp; Military Affairs - HW</b>	132,700		
EMA - Standard/Technical		0	0
<b>DEQ - Department of Environmental Quality - ED</b>	65,952,200		
DEQ - Standard/Technical		122,000	121,900

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
DEQ - Water Permits		(200,000)	(200,000)
DEQ - APP Staff		547,800	527,800
DEQ - Water Quality Fee Fund Authority		710,900	710,900
DEQ - Expedited Water Quality Permits		600,000	600,000
DEQ - Emissions Control Contract		1,500,000	1,500,000
DEQ - Air Quality Staff		214,800	211,800
DEQ - Recycling Compliance		150,200	150,200
<b>COL - Arizona Exposition and State Fair Board - HW</b>	16,100,300		
COL - Standard/Technical		(34,200)	(34,200)
<b>EMB - Board of Funeral Directors and Embalmers - ED</b>	333,100		
EMB - Standard/Technical		1,200	1,200
EMB - Joint Office Costs		6,300	6,300
<b>FIS - Arizona Game and Fish Department - ED</b>	30,973,700		
FIS - Standard/Technical		271,400	271,400
FIS - One-time Allocations		(1,083,800)	(1,083,800)
FIS - Employee Compensation		643,000	643,000
FIS - Employee Development		10,000	10,000
FIS - Rebase Retirement		(449,400)	(449,400)
FIS - Motor Pool		1,337,200	1,251,900
FIS - Operating Expenses		168,900	168,900
FIS - IT Equipment		360,000	260,000
FIS - Field Equipment		153,700	55,300
FIS - Radio Towers		250,000	250,000
FIS - Radio Tower Upgrade		77,000	46,000
FIS - Shooting Range		500,000	500,000
FIS - Shooting Range Grants		170,000	100,000
FIS - Hunting Club Grant Program		50,000	50,000
FIS - Urban Fishing Program		25,500	37,000
FIS - Hatchery Planning		75,000	0
FIS - Fish Management		120,000	142,000
FIS - Lower Gila Wildlife Area		75,000	75,000
FIS - North Kaibab Deer Project		200,000	200,000
FIS - Grassland Restoration		100,000	100,000
FIS - Wildlife Nature Festival		50,000	50,000
FIS - Watercraft Outreach		1,275,000	1,175,000
FIS - Watercraft OUI		250,000	250,000
FIS - Boating Safety Grants		325,000	450,000
FIS - Life Jacket Loaner Program		50,000	50,000
FIS - Watercraft Compliance Survey		100,000	100,000
FIS - Watercraft On-Line Registrations		450,000	370,000
FIS - Watercraft Cost Increases		25,000	50,000
FIS - Boating Facilities		175,000	105,000
FIS - 3 Patrol Watercraft		175,000	150,000
<b>GAM - Department of Gaming - CJ</b>	11,867,400		
GAM - Standard/Technical		10,400	10,400
GAM - Enforcement Division Staffing		189,100	150,100
GAM - Joint Monitoring System		1,188,100	2,442,100

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
GAM - Eliminate One-time Fleet Vehicle Acquisitions		(12,000)	(12,000)
GAM - Gaming Crimes Prosecution		296,600	296,600
GAM - Certification Staffing		142,300	129,300
GAM - Problem Gambling		911,400	1,371,900
GAM - IT Equipment		663,000	0
<b>GTA - Government Information Technology Agy - HW</b>	2,754,400		
GTA - Standard/Technical		1,400	4,200
<b>DHS - Department of Health Services - HW</b>	78,673,100		
DHS - Standard/Technical		103,100	
DHS - Nursing Care Incentive Grants- Total \$400 K		271,500	
DHS - Southern AZ Trauma Center One-time Funding		(2,000,000)	
DHS - Newborn Screening Program		661,000	
DHS - Biotech Grants Expiring Authority		(5,000,000)	
DHS - Indirect Cost Fund		1,000,000	
DHS - Folic Acid		200,000	
<b>AZH - Arizona Historical Society - ED</b>	193,700		
AZH - Standard/Technical		(500)	0
<b>HOM - Board of Homeopathic Medical Examiners - ED</b>	87,800		
HOM - Standard/Technical		400	400
HOM - Program Costs		5,000	3,300
<b>HOU - Department of Housing - HW</b>	728,100		
HOU - Standard/Technical		1,200	1,200
HOU - Compliance Inspectors		66,500	62,300
HOU - Data Technical Assistance		55,400	117,700
<b>IND - Industrial Commission - HW</b>	18,938,900		
IND - Standard/Technical		6,000	9,900
IND - Additional Staff		194,100	185,700
IND - Elevator Inspectors		168,400	160,000
<b>INS - Department of Insurance - HW</b>	25,000		
INS - Standard/Technical		0	0
INS - Healthcare Group Audit		200,000	0
<b>SPA - Judiciary - Supreme Court - CJ</b>	26,900,000		
SPA - Standard/Technical		(34,700)	
SPA - Criminal Case Processing		1,500,000	
<b>SUP - Judiciary - Superior Court - CJ</b>	10,252,400		
SUP - Standard/Technical SLI		4,400	
<b>DJC - Department of Juvenile Corrections - CJ</b>	4,758,500		
DJC - Standard/Technical		(4,800)	
DJC - State Juvenile Education System Adjustment		48,700	
DJC - Adobe Mountain Well		(340,000)	

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
<b>LAN - State Land Department - ED</b>	450,600		
LAN - Standard/Technical		0	0
LAN - Eliminate One-time Increase for Dam Repair		(230,600)	(230,600)
LAN - Due Diligence		500,000	500,000
<b>LIBR - AZ State Library, Archives &amp; Public Records - CJ</b>	661,800		
LIBR - Standard/Technical		700	700
<b>LOT - Arizona State Lottery Commission - HW</b>	70,760,000		
LOT - Standard/Technical		(24,300)	(24,300)
LOT - Equipment		179,400	11,700
LOT - Instant Ticket Staff		39,400	33,800
LOT - Telecomm Savings		(2,160,000)	(2,160,000)
LOT - Retailer Commissions		658,200	1,155,600
LOT - Instant Tickets		161,500	242,200
LOT - Special Investigator		80,800	57,500
LOT - On-Line Vendor Fees		(289,200)	(92,300)
<b>MED - Arizona Medical Board - HW</b>	5,697,300		
MED - Standard/Technical		22,900	22,900
MED - Eliminate One-Time Equipment		(152,500)	(152,500)
<b>MSL - Board of Medical Student Loans - ED</b>	309,800		
MSL - Standard/Technical		0	0
<b>NAT - Naturopathic Physician Examiners Board - ED</b>	493,700		
NAT - Standard/Technical		1,100	1,100
NAT - Joint Office Costs		21,000	21,000
NAT - Investigation Costs		42,600	40,000
NAT - Program Costs		28,200	28,200
<b>NUR - State Board of Nursing - HW</b>	3,398,400		
NUR - Standard/Technical		3,700	3,700
NUR - IT Issues		177,500	16,000
NUR - Equipment Replacement		73,600	0
NUR - Private Rent Increase		20,900	43,400
<b>NCI - Nursing Care Inst. Administrators Board - ED</b>	406,600		
NCI - Standard/Technical		10,900	10,900
NCI - Expense Reduction		(58,800)	(58,800)
<b>OCC - Board of Occupational Therapy Examiners - HW</b>	239,000		
OCC - Standard/Technical		900	900
<b>DIS - State Board of Dispensing Opticians - ED</b>	110,100		
DIS - Standard/Technical		(300)	(300)
DIS - Administrative Expenses		12,300	10,300
<b>OPT - State Board of Optometry - ED</b>	193,900		
OPT - Standard/Technical		500	500



	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
<b>OST - Arizona Board of Osteopathic Examiners - HW</b>	655,900		
OST - Standard/Technical		8,000	8,000
OST - Eliminate One-time Database Funding		(100,000)	(100,000)
OST - Compliance Personnel		74,700	74,700
OST - IT Improvements		22,000	22,000
<b>SPB - Arizona State Parks Board - ED</b>	10,008,300		
SPB - Standard/Technical		(25,200)	(25,200)
<b>PHA - Arizona State Board of Pharmacy - HW</b>	1,566,200		
PHA - Standard/Technical		5,000	5,100
PHA - New Compliance Officer		116,700	101,700
PHA - Compliance Officer Salary Increases		101,500	101,500
PHA - Substance Abuse Program		46,300	46,300
PHA - Attorney General IGA		19,600	25,700
<b>PHY - Board of Physical Therapy Examiners - ED</b>	293,700		
PHY - Standard/Technical		1,200	1,100
PHY - Program Costs		84,900	54,800
<b>PIO - Arizona Pioneers' Home - HW</b>	5,087,000		
PIO - Standard/Technical		28,500	28,500
PIO - Equipment		13,000	13,000
PIO - Prescription Drugs		(186,400)	(178,400)
PIO - Health Insurance		75,700	75,700
PIO - Operating Cost Increase		26,600	54,100
PIO - Nurse Pay Increase		87,800	184,000
<b>POD - State Board of Podiatry Examiners - ED</b>	121,900		
POD - Standard/Technical		700	800
POD - Salary/Clerical Support		15,400	15,400
POD - Joint Office Costs		700	700
<b>POS - Commission for Postsecondary Education - ED</b>	2,930,800		
POS - Standard/Technical		600	600
POS - AMEPAC		(51,400)	(51,400)
POS - 529 Plan		37,300	37,300
POS - 12 Plus Partnership		10,300	10,300
POS - Expand Operating Budget		13,500	13,500
<b>PRI - Board for Private Postsecondary Education - ED</b>	318,400		
PRI - Standard/Technical		0	0
<b>PSY - State Board of Psychologist Examiners - ED</b>	381,300		
PSY - Standard/Technical		600	600
PSY - Equipment		(7,600)	0
<b>DPS - Department of Public Safety - CJ</b>	60,804,000		
DPS - Standard/Technical		(181,100)	
DPS - Rebase Retirement		(373,700)	

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
DPS - Sworn Pay Adjustment		672,900	
DPS - Helicopter Lease-Purchase Agreement Expiration		(764,900)	
DPS - Crime Lab Staff - 10 FTEs		1,219,500	
DPS - Crime Lab Equipment		133,100	
<b>RAC - Arizona Department of Racing - CJ</b>	345,000		
RAC - Standard/Technical		0	0
RAC - Increased Expenditure Caps		172,000	172,000
<b>RAD - Radiation Regulatory Agency - CJ</b>	281,800		
RAD - Standard/Technical		100	100
<b>RUC - Residential Utility Consumer Office - HW</b>	1,275,400		
RUC - Standard/Technical		(1,500)	(1,500)
<b>RES - Board of Respiratory Care Examiners - HW</b>	209,100		
RES - Standard/Technical		300	300
RES - Software		1,700	0
RES - Additional Staff		13,400	13,400
RES - ERE Adjustment		14,000	14,000
<b>RET - Arizona State Retirement System - HW</b>	21,126,000		
RET - Standard/Technical		(17,500)	(17,500)
RET - Records Management		130,300	109,300
RET - Investment Management FTE		129,100	122,100
RET - Long-Term Disability Administration		(97,700)	(97,700)
RET - One-Time Costs		(383,700)	(383,700)
RET - Fill Vacant Positions		231,200	462,300
RET - Increased Salaries, Reclassifications & Overtime		437,100	437,100
RET - Technology Upgrades		678,800	1,154,800
<b>REV - Department of Revenue - HW</b>	4,381,400		
REV - Standard/Technical		16,900	(17,100)
REV - One-time Costs		(72,500)	(72,500)
REV - Tobacco Stamps		107,300	147,400
<b>SOS - Secretary of State - HW</b>	20,164,900		
SOS - Standard/Technical		(100)	(100)
SOS - HAVA Appropriation		(5,000,000)	(16,000,000)
SOS - Professional Employer Organization FTE		(70,000)	(70,000)
<b>SBO - State Boards' Office - ED</b>	180,800		
SBO - Standard/Technical		0	0
SBO - Joint Office Cost Adjustment		79,200	79,200
<b>PES - Structural Pest Control Commission - CJ</b>	2,253,500		
PES - Standard/Technical		1,000	1,000
PES - Information Technology Services		72,500	60,000
PES - Additional Attorney General Resources		88,800	92,900
PES - IT Equipment		81,800	36,000

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
PES - Examination Consultant		8,000	8,000
PES - Northern Arizona Office		87,500	61,100
PES - Fund Shift		109,500	109,500
PES - Rent Decrease		(8,800)	(8,800)
PES - Additional Agency Office Space		76,400	26,400
PES - Accounting/Data Entry		0	29,300
<b>TEC - State Board of Technical Registration - CJ</b>	1,521,100		
TEC - Standard/Technical		100	1,100
TEC - Home Inspector		54,600	50,900
TEC - Customer Service Representative		40,900	38,000
TEC - Drug Lab Remediation Staff		95,700	89,100
<b>DOT - Department of Transportation - CJ</b>	439,407,200		
DOT - Standard/Technical		(163,200)	
DOT - One-Time Costs		(670,500)	
DOT - Engineer Pay Plan		4,663,000	
DOT - Vehicle Inspection Workload		238,800	
DOT - Motor Carrier Workload		488,000	
DOT - Third Party Workload		97,400	
DOT - Highway Maintenance Miles/Barriers/Cost Increases		7,464,300	
DOT - Camp Verde Maintenance Camp		750,000	
DOT - Customer Service Automation Equipment/VIN		789,500	
DOT - Grand Canyon Airport Equipment		253,000	
DOT - Grand Canyon Airport Phone System		125,000	
DOT - Fraud Investigations		993,400	
DOT - DUI Alcohol Monitoring		299,600	
DOT - Vehicle Licensing - Legal Presence		54,100	
<b>TRE - State Treasurer - HW</b>	0		
TRE - Standard/Technical		0	
TRE - Remote Access		33,800	
<b>UNI - Universities</b>			
<b>UNI - ASU - Main Campus - ED</b>	217,845,000		
UNI - Standard/Technical		0	
UNI - Enrollment Growth		7,159,500	
<b>UNI - ASU - East Campus - ED</b>	18,576,000		
UNI - Standard/Technical		0	
UNI - Enrollment Growth		2,408,800	
<b>UNI - ASU - West Campus - ED</b>	22,445,400		
UNI - Enrollment Growth		1,006,700	
<b>UNI - Northern Arizona University - ED</b>	42,706,800		
UNI - Standard Changes		0	
UNI - Enrollment Growth		2,577,600	
<b>UNI - UA - Main Campus - ED</b>	118,470,600		
UNI - Standard/Technical		0	

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
UNI - Enrollment Growth		(803,400)	
UNI - UA - Health Sciences Center - ED	13,890,200		
UNI - Standard/Technical		0	
UNI - Enrollment Growth		465,900	
VSC - Department of Veterans' Services - CJ	13,983,100		
VSC - Standard/Technical		31,100	31,100
VME - Veterinary Medical Examining Board - ED	442,900		
VME - Standard/Technical		1,700	1,700
VME - Equipment Replacement		11,500	0
VME - Professional and Outside Services		4,400	6,400
WAT - Department of Water Resources - ED	1,100,000		
WAT - Standard/Technical		400	400
WEI - Department of Weights & Measures - HW	1,561,000		
WEI - Standard/Technical		(700)	(700)
WEI - Rent Increase		28,000	28,000
WEI - Computer Equipment		(4,600)	15,600
WEI - In-State Travel		13,600	13,600
WEI - Phone Upgrade		22,600	0
WEI - Ultra-Low Sulfur Diesel Testing		20,800	20,800
OTH - Other			
OTH - Unallocated Biennial '06 Annualizations	96,800	(96,800)	0
OTH - Unallocated '07 Retirement Increase	1,051,700	(1,051,700)	0
OTH - Unallocated '07 State Employee Health Insurance	1,392,100	(1,392,100)	0
OTH - Unallocated '07 State Employee Pay (Ch. 1)	5,878,500	(5,878,500)	0
OTH - Unallocated Attorney General Cost Allocation	67,600	(67,600)	0
OTH - COSF/Rent Increase	0	1,000,000	0
OTH - Unallocated AZNet	1,009,200	(1,009,200)	0
OTH - '08 Retirement Increase	0	3,200,000	0
OTH - '08 State Employee Pay	0	18,000,000	0
OTH - '08 Health Insurance Increase	0	7,000,000	0
<b>TOTAL - OPERATING SPENDING CHANGES</b>	<b>\$2,465,385,300</b>	<b>\$91,572,500</b>	<b>\$5,844,200</b>
<b>CAPITAL SPENDING CHANGES</b>			
<u>Building Renewal</u>			
Arizona Department of Administration - '07	3,400,000	(3,400,000)	0
Arizona Department of Administration - '08	0	7,257,100	0
Arizona Exposition and State Fair Board - '07	1,508,400	(1,508,400)	0
Arizona Exposition and State Fair Board - '08	0	1,631,800	0
Game & Fish Department - '07	430,800	(430,800)	0
Game & Fish Department - '08	0	474,200	0
Arizona Lottery Commission - '07	53,600	(53,600)	0
Arizona Lottery Commission - '08	0	60,000	0
Arizona Department of Transportation - '07	3,702,900	(3,702,900)	0

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
Arizona Department of Transportation - '08	0	3,918,200	0
New Projects			
ADOT Statewide Highway Construction - '07	54,596,000	(54,596,000)	0
ADOT Statewide Highway Construction - '08	0	24,168,100	0
ADOT Highway Fund Deposit to STAN	62,000,000	(62,000,000)	0
ADOT Controlled Access Highways - '07	105,872,000	(105,872,000)	0
ADOT Controlled Access Highways - '08	0	111,953,000	0
ADOT Debt Service	65,805,000	37,522,000	0
ADOT Airport Planning & Development - '07	20,464,200	(20,464,200)	0
ADOT Airport Planning & Development - '08	0	25,306,000	0
ADOT Payson MVD Service Center		1,229,400	0
ADOT Surprise MVD Service Center - '07	2,736,200	(2,736,200)	0
ADOT Surprise MVD Service Center - '08	0	3,956,300	0
ADOT De-Icer Buildings	1,478,000	372,000	0
ADOT Oil/Asphalt Storage Tanks	1,587,600	(222,600)	0
ADOT Vehicle Wash		2,021,300	0
ADOT Safford Vehicle Maintenance Shop (Replace)	0	3,215,000	0
ADOT Far South East Valley Multi-Use		6,701,900	0
ADOT DPS Microwave Communications System - Retain	826,000	0	0
ADOT Grand Canyon Airport Restrooms		210,000	0
ADOT Grand Canyon Airport Water Storage Tanks (Refurbish)	0	635,000	0
ADOT Glendale Airport Civil Air Patrol Infra. Improvements	200,000	(200,000)	0
ADOT - Williams Gateway Engine Run Design		250,000	0
ADOT Grand Canyon Airport Modular Housing	2,500,000	(2,500,000)	0
DOC Yuma Prison Water Treatment Plant Upgrade	2,189,000	(2,189,000)	0
Game & Fish Black Canyon Dam Modifications	300,000	(300,000)	0
Game & Fish Migratory Waterfowl Habitat	100,000	(100,000)	0
Game & Fish Flood Warning System	350,000	(350,000)	0
Game & Fish House Rock Driveway Surfacing	25,000	(25,000)	0
Game & Fish Flagstaff Office Parking Gate	10,000	(10,000)	0
Game & Fish Yuma Storage Canopy	35,000	(35,000)	0
Game & Fish Yuma Office Security System	30,000	(30,000)	0
Game & Fish Yuma Office Fence	10,000	(10,000)	0
Game & Fish Yuma Cluff Ranch Access Improvements	50,000	(50,000)	0
Game & Fish Boat Shade Canopies		195,000	0
Game & Fish Boat Registration Kiosks		240,000	0
Game & Fish Shooting Range Access - '07	200,000	(200,000)	0
Game & Fish Shooting Range Access - '08	0	150,000	0
Game & Fish Preventative Maintenance - '07	15,000	(15,000)	0
Game & Fish Preventative Maintenance - '08	0	30,000	0
Game & Fish Microwave Communications System - '07	207,000	(207,000)	0
Game & Fish Microwave Communications System - '08	0	207,000	0
Game & Fish Headquarters Construction		80,000	0
Game & Fish Becker Lake Facilities Improvements		120,000	0
Game & Fish Becker Lake Wildlife Area Bridge		52,000	0
Game & Fish Flagstaff Regional Office Remodel/Expansion		1,050,000	0
Game & Fish Seven Mile Shooting Range		48,000	0
Game & Fish Robbins Butte Levee		228,000	0
<b>TOTAL - CAPITAL SPENDING CHANGES</b>	<b>\$330,681,700</b>	<b>(\$27,926,400)</b>	<b>\$0</b>

	FY 2007	House OF '08 Above FY 2007	House OF '09 Above FY 2007
<b>FY 07 Supplemental Changes</b>			
Department of Administration - IRS Payment		1,937,000	0
DES - Long Term Care		8,800,000	0
Department of Corrections - Supplemental		4,200,000	0
<b>Subtotal</b>		<b>\$14,937,000</b>	<b>\$0</b>
<b>TOTAL - ALL OTHER FUND CHANGES</b>	<b>\$2,796,067,000</b>	<b>\$63,646,100</b>	<b>\$5,844,200</b>